Form	3160	)-5
(Septer	mber	2001)

1. Type of W

S

## **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OM B No. 1004-0135
Expires: January 31, 200

## SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

6.	If Indian,	Allottee or	Tribe	Nam

5. Lease Serial No. 14-20-603-2198-A

UBMIT IN TRIPLICATE- Other instructions on reverse side.			7. If Unit or CA/Agreement, Name and/or No.
ell Oil Well	✓ Gas Well	Other	NA  8. Well Name and No.
erator			NV Navajo 24 #4

Name of Op Lance Oil & Gas Company, Inc. 9 API Well No. 30-045-31424 3a. Address 3b. Phone No. (include area code) 505-598-5601 P. O. Box 70, Kirtland, NM 87417 10. Field and Pool, or Exploratory Area

**Basin Fruitland Coal** 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

11. County or Parish, State 848' FSL & 1787' FEL - Section 24, T29N-R14W, NMPM San Juan County, NM

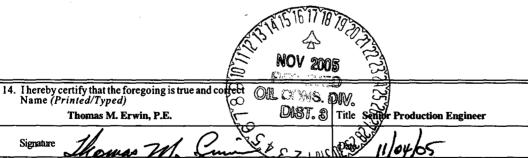
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal	Water Shut-Off Well Integrity Other Recompletion to S-9 Basin Fruitland Coal		

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

On October 19, 2005, Operator, Lance Oil & Gas Company, Inc. set a retrievable bridge plug on top of the Basal Fruitland Coal (S-8) formation, at 1040' KB, thereby temporarily plugging back the Basal Fruitland Coal (S-8) formation. Completion operations then commenced on the Middle Fruitland Coal (S-9) formation. The S-9 was perforated from 1003-952' KB. On October 27, 2005, Operator frac'd the Middle Fruitland Coal (S-9) with 40,150 gals Delta 140 Sandwedge NT containing 72,150 lbs 16/30 Mesh Brady sand.

Operator therefore will produce the Middle Fruitland Coal (S-9) zone only of this well for a period of time in order to establish production rate in the Middle Fruitland Coal (S-9) zone.

After production rate in the Middle Fruitland Coal (S-9) is established, Operator will then pull the bridge plug set at 1040' and again produce the Basal Fruitland Coal (S-8) and Middle Fruitland Coal (S-9) formations together.



THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title Office

Title 18 U.S.C. Section 1001 and Tide 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make it 4 to the control of the Light States any false, fictitious or fraudulent statements or representations as to anymatter within its jurisdiction.

(Instructions on page 2)

Signature



