

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0135  
Expires: January 31, 2004

**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.*

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

1. Type of Well  
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator **Lance Oil & Gas Company, Inc.**

3a. Address  
**P. O. Box 70, Kirtland, NM 87417**

3b. Phone No. (include area code)  
**505-598-5601**

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

**515' FNL & 1300' FWL  
Section 19, T29N-R13W, NMPM**

5. Lease Serial No.

**NMSF-079065**

6. If Indian, Allottee or Tribe Name

**N/A**

7. If Unit or CA/Agreement, Name and/or No.

**N/A**

8. Well Name and No.

**Salty Dog #6**

9. API Well No.

**30-045-32943**

10. Field and Pool, or Exploratory Area

**SWD - Entrada**

11. County or Parish, State

**San Juan County**

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

**TYPE OF SUBMISSION**

- ☐ Notice of Intent  
☒ Subsequent Report  
☐ Final Abandonment Notice

**TYPE OF ACTION**

- |   |   |  |   |
|---|---|--|---|
| <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off             |
| <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input checked="" type="checkbox"/> Well Integrity  |
| <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other <b>MIT &amp; SRT</b> |
| <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |
| <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |   |

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 July 6, 2006, Lance Oil and Gas Company, Inc. released the packer previously set at 6,680' KB. Operator round-tripped the packer and reset a new 5-1/2" Schlumberger Packer at 6,680' KB. On July 7, 2006, Lance ran a Mechanical Integrity Test (MIT) witnessed by Monica Kuehling of the NMOCD, test passed. Lance then conducted a step rate test, also witnessed by Monica Kuehling of the NMOCD. The step rate test was pumped in 30 minute steps at 1/4 bpm, 3/4 bpm, 1-1/4 bpm in 1/2 bpm increments up to 9-1/4 bpm. Bottomhole gauges were run in the well to monitor the bottomhole pressure during the duration of the step rate test. The Tefteller, Inc. bottom hole pressure data has been submitted under a separate cover letter dated July 13, 2006, requesting a modification to the maximum allowable operating pressure.

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**Tod H. Haanes**

Title **Production Engineer**

Signature

*Tod H. Haanes*

Date

**7/18/2006**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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

Date

**FARMINGTON FIELD OFFICE**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**NMOCD**

