

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

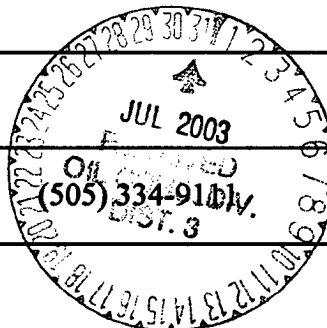
SUBMIT IN TRIPLICATE

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

2. Name of Operator
Koch Exploration Company, LLC.

3. Address and Telephone No.
P.O. Box 489 Aztec, New Mexico 87410

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1815' FNL & 1395' FWL
S26, T32N, R9W (F)



5. Lease Designation and Serial No.
NM-013642

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
NA

8. Well Name and No.
Gardner 7

9. API Well No.
30-045-30749

10. Field and Pool, or Exploratory Area
Blanco Mesa Verde

11. County or Parish, State
San Juan County
New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> Other <u>BOP & Casing PSI Testing</u>
	<input checked="" type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Compelled Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

After testing Surface casing as approved at 750 psi, Koch Exploration Company, LLC requests the following testing be completed for BOP's and Casing based on anticipated downhole pressure of a maximum of 1000 psi. For 7", 23# Intermediate casing - anticipated maximum pressure of 1000 psi will be encountered. Depth of casing will be set at +/- 3950' and drilled with a minimum mud weight of 8.43 lbs/gal or .433 psi/ft, thus at TD we would have approximate mud weight of +/- 1700 lbs. We plan to test BOP's and Casing to 750 psi.

For 4 1/2" Production casing - anticipated maximum pressure of 1000 psi will be encountered. Depth of casing will be set at +/- 6200' and drilled with air. With a factor for air of .22 psi/ft, with the weight is greater than bottomhole pressure, we plan to test the BOP's to 750#, Production casing will still be tested at 70% of yield (3350 psi), but not to exceed wellhead pressure rating 1000#.

I hereby certify that the foregoing is true and correct

Signed [Signature] Title District Superintendent Date 7/20/03

(This space for Federal or State office use)

Approved by [Signature] Title Pet. Eng. Date 7/28/03

Date

Conditions of approval, if any: