

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

Synergy Operating, LLC (163458) OGRID # 163458

3. Address and Telephone No.

PO Box 5513 (505) 325-5549
Farmington, NM 87499

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

Unit F, 1550' FNL, 1680' FWL, Sec 12, T27N - R13W

320-acres (W/2)

5. Lease Designation and Serial No.

NO-G-9811-1313

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Kelly FC #2

9. API Well No.

30-045-33662

10. Field and Pool, or Exploratory

Basin Fruitland Coal

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

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

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☐ Other
☒ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well
Completion or recompletion Report and Log Form)

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

Attempt to Notified BLM - Cement Notification Line - All Friday Afternoon/Evening & Saturday morning, no answer at any extensions
Notified NM OCD.

08-26-2006

MIRU D&D Drilling Rig #1. Spud 12-1/4" hole & drill F/24' - T/210'. Circulate & condition hole. TOOHL, LD 3-1/2" DP & 12-1/4" bit. Ran 5-Jts 8-5/8" 24# J-55 ST&C csg & landed @ 205'. Cmt 8-5/8" csg w/ 170-sxs Type V w/ 2%CaCl2 + 1/4#/sx CelloFlake @ 15.6 ppg @ 3-BPM, circ 13-Bbls (73-ft3, 62-sxs) to surf. Left 75# on Cmt Head. WOC & SION.

Show PT next report

14. I hereby certify that the foregoing is true and correct

Signed: Glen O. Papp

Title: Operations Manager

Date: 08-28-2006

Telephone: (505) 566-3729

This space for federal or state office use

Approved by: _____

Title: _____

Date: _____

Conditions of approval if any

Title 18 U.S.C. Section 1001, 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

NMOC

SEP 01 2006

FARMINGTON FIELD OFFICE