

Form 3160-4
(April 2004)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

FORM APPROVED
OMB NO. 1004-0137
Expires: March 31, 20071a. Type of Well ☐ Oil Well ☒ Gas Well ☐ Dry ☐ Otherb. Type of Completion: ☒ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resv.
Other _____2. Name of Operator **Lance Oil & Gas Company, Inc.**3. Address **P.O. Box 70, Kirtland NM 87417**3a. Phone No. (include area code)
505-598-5601

4. Location of Well (Report location clearly and in accordance with Federal requirements)*

At surface **1525' FNL and 1590' FEL, Section 21, T29N, R14W**

At top prod. interval reported below

At total depth

14. Date Spudded
11/08/200615. Date T.D. Reached
11/26/200616. Date Completed **02/02/2007**
☐ D & A ☒ Ready to Prod.5. Lease Serial No.
14-24-603-21996. If Indian, Allottee or Tribe Name
Navajo TribalUnit or CA Agreement Name and No.
NA7. Well Name and Well No.
NV Navajo 21 #19. API Well No.
30-045-33380 -- 005110. Field and Pool, or Exploratory
Basin Fruitland Coal11. Sec., T., R., M., on Block and
Survey or Area **Sec. 21, T29N, R14W**12. County or Parish
San Juan County13. State
NM17. Elevations (DF, RKB, RT, GL)*
5237' GL18. Total Depth: **MD 1021' KB**
TVD19. Plug Back T.D.: **MD**
TVD20. Depth Bridge Plug Set: **MD**
TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)

Neutron density, induction, and cement bond22. Was well cored? ☒ No ☐ Yes (Submit analysis)
Was DST run? ☒ No ☐ Yes (Submit report)
Directional Survey? ☐ No ☒ Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sks. & Type of Cement	Shurry Vol. (BBL)	Cement Top*	Amount Pulled
12-1/4"	8-5/8"	24	surface	138' KB	primary	118 sbs. - G	24.8	surface	
7-7/8"	5-1/2"	15.5	surface	1016' KB	lead	105 sbs PRBII	41.5	surface	
					tail	50 sbs PRBII	17.8	surface	

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2-3/8"	710' KB							

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) Middle Fruitland Coal	541'	546' KB	541' - 546' KB	0.42"	4 SPF	Open
B) Middle Fruitland Coal	582'	586' KB	582' - 586' KB	0.42"	4 SPF	Open
C) Middle Fruitland Coal	600'	603' KB	600' - 603' KB	0.42"	4 SPF	Open
D) Basal Fruitland Coal	646'	664' KB	646' - 662' KB	0.42"	4 SPF	Open

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

Depth Interval	Amount and Type of Material
541' - 662' KB	2,000 gallons 15% HCL 53,861 gallons of 20# Delta 140 cross-linked gel and 150,100 pounds 16/30 mesh Ottawa Sand.

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

(See instructions and spaces for additional data on page 2)

FARMINGTON

ACCEPTED FOR RECORD

FEB 08 2007

FARMINGTON OFFICE

JL SANCHEZ

B 2/16

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Thg. Press. Rwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Thg. Press. Rwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)**30. Summary of Porous Zones (Include Aquifers):**

Show all important zones of porosity and contents thereof. Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top Meas. Depth
				Kirtland Fruitland Middle Fruitland Coal Basal Fruitland Coal Picture Cliffs Sandstone Lewis Shale	Surface 147' KB 541' KB 645' KB 665' KB 904' KB

32. Additional remarks (include plugging procedure):**33. Indicate which items have been attached by placing a check in the appropriate boxes:**

- ☐ Electrical/Mechanical Logs (1 full set req'd.) ☐ Geologic Report ☐ DST Report ☐ Directional Survey
☐ Sundry Notice for plugging and cement verification ☐ Core Analysis ☐ Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*Name (please print) Tod H. HaanesTitle Production EngineerSignature Tod H. HaanesDate 02/07/2007

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.