RCVD APR6'07 DIL CONS. DIV.

FORM APPROVED T. OM B No. 1004-0137	3
OM B No. 1004-0137 Expires: March 31, 2007	

UNITED STATES (April 2004)  DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT  SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enterpance abandoned well. Use Form 3160-3 (APD) for such proposals.			NMS	FORM APPROVED  OM B No. 1004-0137 Expires: March 31, 2007  5. Lease Scrial No.  NMSF-079065  6. M. Indian Allottee or Tribe Name  N/A			
SUBMIT IN	TRIPLICATE- Other inst	tructions on reverse	side.RECEI\ @DifUni	t or CA/Agreement, Name and/or No.			
1. Type of Well Oil Well	Gas Well Other		PLO FARMINISTON 8. Well	Name and No.			
2. Name of Operator Lance	Oil & Gas Company			C 19 #2Y Well No.			
3a. Address P.O. Box 70, Kirtland NM 87417		3b. Phone No. (include are 505-598-5601	a code)	30-045-32766			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				10. Field and Pool, or Exploratory Area  Basin Fruitland Coal			
688' FNL & 836' FWL Section 19, T29N, R13W				nty or Parish, State  Juan County, NM			
12. CHEC	K APPROPRIATE BOX(ES) TO	O INDICATE NATURE	OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSIO	N	TYPE OF ACTION					
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/Resume) Reclamation	Well Integrity			
✓ Subsequent Report  Final Abandonment No	Casing Repair Change Plans tice Convert to Injection	New Construction Plug and Abandon Plug Back	Recomplete Temporarily Abandon Water Disposal	Sother add pay			

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.)

The FRPC 19 #2Y has prevously produced from the PC and Fruitland Coal formations.

The S9 Fruitland Coal was perforated, acidized, and frac'd. 1/6/06

- The S9 Fruitland Coal was perforated from 886' 894' KB, 919' 924' KB, and 933' 935' KB with 4 SPF, 0.42" diameter, and 120 degree phasing.
- Acidized with 1125 gallons of 15% HCI.
- These zones were stimulated with 42,251 gallons of Delta 140 cross link fluid and 100,200 pounds of 20/40 Brady sand.

10/25/25 BP@ 1020' KB'. Prod FC only.

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)	Title	Production En	minger	•		
Signature Toll-Ar Hagnes	Date	4/5	200	<u> </u>		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by		Title		Date APR 0 5 2007		
Conditions of approval, if any, are attached. Approval of this notice does not warra certify that the applicant holds legal or equitable title to those rights in the subject le which would entitle the applicant to conduct operations thereon.		Office		FARMINGTON FIRED OFFICE		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false, fictitious or fraudulent statements or representations as to any matter.	person r withir	knowingly and v	villfully to make to	any department or agency of the United		

(Instructions on page 2)