

Form 3160-5
(April 2004)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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 <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. SF-078508
2. Name of Operator Koch Exploration Company, LLC		6. If Indian, Allottee or Tribe Name NA
3a. Address PO Box 489, Aztec, NM 87410	3b. Phone No. (include area code) 505-334-9111	7. If Unit on CA/Agreement, Name and/or No. FARMINGTON NM
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1395' FSL & 1035' FEL, S11, T31N, R9W "I" Lat 36.54.5351, Long 107.44.6324		8. Well Name and No. Nordhaus 712S
		9. API Well No. 30-045-32535
		10. Field and Pool, or Exploratory Area Basin Fruitland Coal
		11. County or Parish, State San Juan, New Mexico

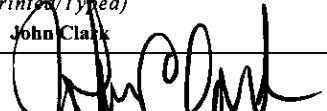
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Change wellsite set-up</u>
	<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	

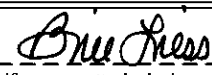
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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 recompleat 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 4/10/07, met with Jeff Tafoya to discuss safety concerns about how this location was designed, and sharing the wellsite with ConocoPhillips well, Nordhaus 3A. With prevailing winds and ConocoPhillips regular hot oiling of the Nordhaus 3A production lines and tank, the decision to set Koch's production equipment on the south side of the location, west of the current ConocoPhillips equipment was made.

Attached are stips and a diagram of the finished location.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) John Clark		Title District Superintendent
Signature 		Date 04/13/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by 	Title EP Team Lead	Date 4/13/07
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.	Office FFO	

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)

NMOC

Nordhaus 712S -

Met with Jeff Tafoya – BLM 4/10/07

- Close SE Access Road, and after drilling/completion, reseed road.
- Round Corner #2 to keep away from drainage
- Clean out and restore drainage above cut slope on South
- Start 3:1 slope at corners #2 and #3
- Continue with weed control program
- Tear drop access will be utilized with attempt to keep road inside anchors
- Build silt trap on east side of location, just north of between power pole and cathodic pole.
- Koch sales meter moved to west side of ConocoPhillips equipment to lessen disturbance of reseeded land, and to give oil trucks a safer turn-around access while hauling ConocoPhillips production oil.

Koch Exploration Co., LLC
Nordhaus 712S NE 1/4 - SE 1/4
S11 - T31N - R9W
San Juan County NM
Lease NO. SF-078508

