Form 3160-5 (April 2004) •

1. Type of Well

3a. Address

Öil Well

PO Box 489, Aztec, NM 87410

Lat 36.54.5351, Long 107.44.6324

2. Name of Operator Koch Exploration Company, LLC

1395' FSL & 1035' FEL, S11, T31N, R9W "I"

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

Gas Well

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Vadikiis	NOTICES	AND	REPORTS	ON	MEL	
SUNDHY	NOTICES	AND	REPORTS	ON	WELL	

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.

Other

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

5. Lease Se	rial No.
-------------	----------

3r-0/03	UB		
101 12		70.14	•

).	ir indiar	1, Amouee or 1 ribe Name
	NA	1017 J/W

	<u> </u>	<u> </u>
7. If Unit or CA	Agreement,	Name and/or No.
NA,	MECEN	"" O.

_		Nordhaus 712S	10/G7703
_	9.	API Well No.	Why

10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

11. County or Parish, State

San Juan, New Mexico

12. CHECK A	PPROPRIATE BOX(ES)	O INDICATE NATUR	E OF NOTICE, REPORT, O	R OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION			
Notice of Intent  Subsequent Report  Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal	Water Shut-Off  Well Integrity  ✓ Other Intermediate  Casing and Cement  Total Depth

3b. Phone No. (include area code)

505-334-9111

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.)

06/2-3/07 Drilled 8 3/4" hole to 2703', 06/04/07 ran 7", 23#, J-55 LTC casing, landed @ 2697'. Pump lead cement 351 sks Premium Lite FM cement, plus 3% CaCl, plus 0.25 lb/sk Celloflake, plus 5 lb/sk LCM-1, plus 0.4% FL-52A, plus 8% Bentonite, plus 0.4% Sodium Metasilicate, yield 2.13 (12.1 ppg), 747.63 cn.ft. Tail cement 95 sks Type III cement plus 1% CaCl, plus 0.25 lb/sk Celloflake, plus 0.2% FL-52, yield 1.38 (14.6 ppg), 131.11 cu. ft. We used centralizers every other joint above the shoe to the turbolizers. Ran 1 turbolizer at the base of the Ojo, and 1 turbolizer 1 joint up in the Ojo. Then centralizers every 400' to the surface pipe. Circulated 45 bbls of cement to surface. Wait on cement 8 hours. 6/4/07 tagged cement @ 2671'. Pressure Tested 7" casing to 1500# for 30 minutes, held O.K. Tested BOPS to 250# low for 5 minutes, and 2000# high for 5 minutes. Held O.K. 6/4-5/07 Drilled 6 1/4" hole with mudloggers. Drilled open hole from 2703' to 3088' (TD).

JUN 1 1 2007

FARMINGTON FIELD OFFICE
TY TE SANJEN

			_ <u></u>
14. Thereby certify that the foregoing is thue and correct Name (Printed/Typed)  John Clark	Title [	District Superintendent	RCVD JUN12'07 OIL CONS. DIV.
Signature	Date	06/07/2007	DIST. 3
THIS SPACE FOR FEDER	AL OR S	STATE OFFICE USE	
Approved by	1	Title_	Date
Conditions of approval, if any, are attached. Approval of this notice does not we certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.		Office	
Title 19 11 C. Section 1001 and Title 43 11 C. Section 1212, make it a crime for	any person k	nowingly and willfully to make to	any department or agency of the United

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.