Approved by

entitle the applicant to conduct operations thereon

Original Signed: Stephen Mason 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

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

التفايا بالطاب

JUL 14 2008

FORM APPROVED OMB NO. 1004-0137 Expires July 31, 2010

JUL 15 2003

5.	Lease	Serial	No
J.	Louse	Oction	110

SUNDRY NOTICES AND REPORTS ON WELLS Bureau of Land Manager lent Farmingion Field Office MSF 079487-A 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. Oil Well X Gas Well Other San Juan 30-4 Unit #21Z 2. Name of Operator Energen Resources Corporation 9. API Well No. 3a. Address 3b. Phone No. (include area code) 30-039-30241 2010 Afton Place, Farmington, NM 87401 (505) 325-6800 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T, R., M., or Survey Description) East Blanco Pictured Cliffs 2400' FSL, 2300' FEL - Sec.21, T30N, R04W NIMPM 11 County or Parish, State NW/SE (J) CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair New Construction Recomplete Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 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 final site is ready for final inspection.) After surface casing was set, we encountered downhole problems. During drilling of the intermediate hole, downhole problems resulted in getting stuck and loosing fish @ 3285'. After attempts were made to recover, the fish was drilled arund and severe lost circulation occurred. After gaining circulation, a trip was made and again got stuck at 1200'. Attempt was made to recover, could not. Left two drill collars and bits in hole. Pushed fish to bottom. It is intended to plug and abandon as follows: An open-hole packer will be set with the top at 3846'/3520' MD/TVD. A cement plug will be set on top of the packer and the top of the plug tagged at 3525'/3520' MD/TVD. A 300 linear foot mud plug will be set with 9.7 ppg mud containing 30% ICM from the top of the first cement plug to 3225'/3221' MD/TVD. A second cement plug will be set from 3225' MD to 2917' MD and the top tagged. A third plug will be set from 2700'/2698' MD/TVD consisting of 500 linear feet and 50% excess of Class "G" cement with 3% KCl based on a 17.5" hole. A surface plug will be set from 300' MD/TVD to surface and a dry hole marker cemented on surface. Verbal approval to pluq and abandon was received from Troy Salyers, BIM and Charlie Perrin, OCD on 06/26/08. RCVD JUL 16'08 OIL CONS. DIV. I hereby certify that the foregoing is true and correct Name (Printed/Typed) DIST. 3 Vicki Donaghey Title Regulatory Analyst Signature

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes 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

Date

Title

Office

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

07/08/08