

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

**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. NMSF078476
2. Name of Operator PHOENIX HYDROCARBONS OPERATING CORPORATION		6. If Indian, Allottee or Tribe Name NM
3a. Address P. O. Box 3638, Midland, TX 79702	3b. Phone No. (include area code) 432-686-9869	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 790' FNL & 890' FEL, Sec 11, T-27N, R-8W 20 miles south of Blanco		8. Well Name and No. FEDERAL J #1C
		9. API Well No. 30-045-31818
		10. Field and Pool, or Exploratory Area Blanco Mesaverde
		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 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 checked="" 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 Completion
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Operations
	<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.)

11-25-03

RU Computalog perf 18 (0.32") holes @ 5,495' to 5,118.5'; stinger set isolation tool; Schlumberger acidized w/10.6 bbls acid, 34.5 bbls flush-good ball action; 1555 psi breakdown; max press 3600 psi; ISIP 237 psi; pump @ 10 BPM; wait 30 min; frac 5,495' to 5,118.5' @ 50 BPM; avg press 2459 psi; max press 3633 psi; used 30,179 gal gelled 2% KCL wtr, 769.2 mcf N<sub>2</sub>, 101,000 lbs 20/40 Brady Sand; ISIP 134 psi; 5 min 24 psi; Computalog set plug @ 5,090'; perf 26 (0.32") holes @ 5,029' to 4,615'.

(OVER)

FEDERAL J #1C

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Phyllis R. Gunter	Title Agent
Signature <i>Phyllis R. Gunter</i>	Date 12-3-03

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
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	DEC 11 2003 FARMINGTON FIELD OFFICE BY <i>me</i>

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.

NMOCD

# FEDERAL J #1C

11-26-03 Acidize perfs 5,029' to 4,615' w/23.7 bbls acid, 94 bbls 2% KCL wtr, good ball action; 1699 psi breakdown; max press 3300 psi; ISIP 1053 psi; 15 min 92 psi; frac 5,029' to 4,615'; avg press 1,853 psi max press 3375 psi; used 24,959 gals gelled 2% KCL wtr, 575.1 mcf N<sub>2</sub> & 67,309 lbs 20/40 Brady Sand; ISIP 2028 psi; 5 min 1723 psi; began flowback.

11-26/27-03 Flowback:

	<i>PRESS</i>	<i>CHOKE</i>
noon	1480#	8/64"
Midnight	625#	16/64"
noon	440#	24/64"
Midnight	120#	3/4"
Noon	260#	24/64"

11-29-03 MIRU Triple P Well Service.

12-1-03 PU workstring-tagged sand 158 jts down @ 5,050' (+); RU swivel & air unit, circ to plug @ 5,090' (+); pull up above top perf, wait 1 hour; trip back to plug, clean out; pull up above perfs; flow well on 24/64" choke; press low 370 psi; high 430 psi; stabilized @ 400 psi; kicked out some fluid; blowing a mist, burning gas; CP @ 7 AM 880 psi; SDFN.

12-2-03 MIRU Triple P Well Service; TIH tag btm w/workstring; kill well; TOH LD workstring; PU & run 1.900" prod string; circ well w/air; drop ball, hang on tbg, set @ 4,960'; RD move to J#1B.