

UNITED STATES  
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-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

FORM APPROVED  
OMB No. 1004-0135  
Expires: January 31, 2004

**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. JAT 362
2. Name of Operator Bilco Energy Inc. (aka Sonoma Energy Corp.)		6. If Indian, Allottee or Tribe Name Jicarilla Apache
3a. Address 17620 Hwy 105 West, Montgomery, Texas 77356	3b. Phone No. (include area code) 936-588-6400	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T, R., M., or Survey Description) 660' FNL, 1850' FEL, SEC 06, TOWNSHIP 23N, RANGE 04W <i>see 5</i>		8. Well Name and No. Martin-Florian #8
		9. API Well No. 30-039-2309
		10. Field and Pool, or Exploratory Area 39179 Lindrith Gallup Dakota
		11. County or Parish, State Rio Arriba County, 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>Test the Fruitland Coal Seams</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	

3. 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 recompleate 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 recompleation 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 or about October 14, 2002 a bridge plug will be set above the Lindrith Gallup Dakota perforations. The Fruitland Coal seams will be perforated with two shots per foot at the following intervals: 2565' to 2575', 2592' to 2596', 2628' to 2636', and 2666' to 2670'. The purpose is to test the Fruitland Coal for commercial quantities of methane gas. If the perforation test is successful, the perforated intervals will be fracture stimulated. If the well is deemed to be economically viable, a cement plug will be set to abandon the Lindrith Gallup Dakota formation permanently. The duration of this test will be approximately one week.

*Note: Working under Bilco Bond per Ken Young*

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Robbie Walters

Title *Agent*

Signature

Date October 8, 2002

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by (Signature)

Name

(Printed/Typed) *Brian W. Davis*

Title

*Acting Dir.*

Office

*ALFC*

Date

*9 Oct 2002*

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.

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.

(Continued on next page)

*Fluids will be contained*