Form 3160-5 (June 1990)

Conditions of approval, if any:

or representations as to any matter within its jurisdiction

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No SF-079148 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT - " for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE San Juan 32 Fed Com 7 Type of Well 8. Well Name and No. X Gas 2. Name of Operator SJ 32 Fed Com 7 #1 Phillips Petroleum Company 9. API Well No. 3. Address and Telephone No. 30-045-29585 5525 Highway 64, NBU 3004, Farmington, NM 87401 505-599-3454 10. Field and Pool, or exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit K. 1509' FSL & 1522' FWL Basin Fruitland Coal Section 7, T32N, R9W 11. County or Parish, State San Juan. NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Change of Plans Abandonment Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Spud Report Dispose Water (Note: Report results of uniltiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* 6/12/98 MIRU Big A #37. Spud 12-1/4" hole @ 0400 hrs on 6/13/98. Drilled ahead to 388'. RIH w/9-5/8" 36#, J-55 casing and landed @ 380'. RU BJ to cement. Pumped 200 sx Cl B cement w/2% CaCl2 + 1/4#/sx Cello-Flake mixed at 15.6 ppg with 1.20 ft3/sx @ 16:15 hrs on 6/13/98. Circulated 15 bbls of cement to surface. Bumped plug with 26 bbls water at 1700 hrs 6/13/98. WOC 10.5 hrs. PT casing to 200

psi for 3 min and 1500 psi for 30 min. Good test.

14. I hereby certify that the foregoing is true and correct 6-15-98 Regulatory Assistant (This space for Federal or State office use) ACCEPTED FOR LCORD Approved by . Title

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United states of representations as to any matter within its inviscination.

FARMINGTON DISTRICT OFFICE