

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau 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

AUG 18 1999

OIL CON. DIV.
DIST. 3

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. Ute 14-20-0604-0078
2. Name of Operator Cross Timbers Operating Company		6. If Indian, Allottee or Tribe Name Ute Mountain Ute Tribe
3a. Address Bldg K, Suite 1, Farmington, NM 87401	3b. Phone No. (include area code) 505/324-1090	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 575' FNL & 625' FWL, Unit Ltr D Sec. 12, T31N, R14W		8. Well Name and No. Ute Mountain Tribal J #7
		9. API Well No. 30-045-29864
		10. Field and Pool, or Exploratory Area Ute Dome (Paradox)
		11. County or Parish, State San Juan NM

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 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 Rule Clarification
	<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	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximated 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.)

Please provide clarification on minimum distance from the section line that we would be allowed on the subject well. Our current depth as of 2:00 pm (MDT), 7/29/99, was 6040' MD. Our last survey point was 6031'; inclination 0.7 deg, azimuth 316 deg, BHL 309' north and 7.5' east of the surface location.

We are currently drilling with a downhole motor and MWD. We were thinking of laying down the motor on the next bit trip, which should be 7/30/99. However, that would not allow us to control the direction of the well should it keep drifting to the north as it is now. Current drift is approximately 1/2 deg per 100', essentially due north. From our last survey point to our projected TD of 8700', assuming direction would be north, the BHL could be 651' north of the surface location. Please review this information and provide guidelines. Your instruction will help us decide if and when we can return to conventional drilling. Your cooperation is appreciated.

RECEIVED

AUG 5 1999

Bureau of Land Management
Durango Colorado

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Bobby L. Smith Bobby L. Smith	Title Drilling/Operations Manager
	Date July 29, 1999

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	

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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Schlumberger

Anadrill

Survey Calculation Sheet

Company Cross Timbers

Well UTE Mountain Tribal J#7

Field San Juan County, NM

Rig Key # 54

Anadrill D.D. A. AGUILAR

Mag. Decl. 11.60

Target TVD 8,700

Target Az. 180.00

Tgt. Coord. ST-001

Date	No.	DEPTH	INC.	AZM	C.L.	T.V.D.	V.S.	N/S	E/W	DLS	B/D.	BHA
Tie - In		3,628.0	3.20	72.20		3,607.5	-298.16	298.16 N	32.45 E			
	1	3,792.0	3.30	110.20	164	3,771.2	-297.93	297.93 N	41.24 E	1.29	0.06	
	2	3,855.0	3.20	105.90	63	3,834.1	-296.82	296.82 N	44.63 E	0.42	-0.16	
	3	3,949.0	1.30	91.90	94	3,928.1	-296.07	296.07 N	48.22 E	2.09	-2.02	
	4	3,979.0	2.20	98.80	30	3,958.0	-295.97	295.97 N	49.13 E	3.08	3.00	
	5	4,074.0	0.70	255.70	95	4,053.0	-295.55	295.55 N	50.37 E	3.01	-1.58	
	6	4,166.0	4.20	284.40	92	4,144.9	-296.24	296.24 N	46.56 E	3.91	3.80	
	7	4,257.0	3.40	282.80	91	4,235.7	-297.67	297.67 N	40.70 E	0.89	-0.88	
	8	4,350.0	3.10	277.20	93	4,328.6	-298.60	298.60 N	35.52 E	0.47	-0.32	
	9	4,444.0	2.90	259.40	94	4,422.5	-298.48	298.48 N	30.66 E	1.01	-0.21	
	10	4,538.0	2.80	258.20	94	4,516.3	-297.57	297.57 N	26.08 E	0.12	-0.11	
	11	4,632.0	2.40	275.80	94	4,610.2	-297.30	297.30 N	21.87 E	0.94	-0.43	
	12	4,725.0	2.60	283.70	93	4,703.2	-298.00	298.00 N	17.88 E	0.43	0.22	
	13	4,817.0	1.60	286.30	92	4,795.1	-298.85	298.85 N	14.62 E	1.09	-1.09	
	14	4,912.0	0.90	267.80	95	4,890.1	-299.20	299.20 N	12.60 E	0.84	-0.74	
	15	5,005.0	0.70	241.50	93	4,983.1	-298.90	298.90 N	11.38 E	0.44	-0.22	
	16	5,099.0	0.60	252.40	94	5,077.0	-298.47	298.47 N	10.40 E	0.17	-0.11	
	17	5,224.0	0.70	323.70	125	5,202.0	-298.89	298.89 N	9.33 E	0.61	0.08	
	18	5,349.0	0.10	84.70	125	5,327.0	-299.52	299.52 N	8.98 E	0.61	-0.48	
	19	5,472.0	1.25	342.79	123	5,450.0	-300.81	300.81 N	8.69 E	1.04	0.93	
	20	5,565.0	1.03	1.64	93	5,543.0	-302.61	302.61 N	8.42 E	0.46	-0.24	
	21	5,657.0	0.52	44.06	92	5,635.0	-303.74	303.74 N	8.73 E	0.80	-0.55	
	22	5,751.0	0.60	7.40	94	5,729.0	-304.53	304.53 N	9.09 E	0.38	0.09	
	23	5,843.0	1.14	356.36	92	5,821.0	-305.93	305.93 N	9.09 E	0.61	0.59	
	24	5,936.0	1.24	326.40	93	5,914.0	-307.69	307.69 N	8.48 E	0.67	0.11	
	25	6,031.0	0.70	315.90	95	6,009.0	-308.96	308.96 N	7.51 E	0.60	-0.57	
PROJ	26	6,100.0	1.05	360.00	69	6,077.9	-309.89	309.89 N	7.21 E	1.06	0.51	
	27	6,200.0	1.55	360.00	100	6,177.9	-312.16	312.16 N	7.21 E	0.50	0.50	
	28	6,300.0	2.05	360.00	100	6,277.9	-315.30	315.30 N	7.21 E	0.50	0.50	
	29	6,400.0	2.55	360.00	100	6,377.8	-319.32	319.32 N	7.21 E	0.50	0.50	
	30	6,500.0	3.05	360.00	100	6,477.7	-324.20	324.20 N	7.21 E	0.50	0.50	
	31	6,600.0	3.55	360.00	100	6,577.5	-329.96	329.96 N	7.21 E	0.50	0.50	
	32	6,800.0	4.55	360.00	200	6,777.0	-344.08	344.08 N	7.21 E	0.50	0.50	
	33	7,000.0	5.55	360.00	200	6,976.2	-361.69	361.69 N	7.21 E	0.50	0.50	
	34	7,200.0	6.55	360.00	200	7,175.1	-382.77	382.77 N	7.21 E	0.50	0.50	
	35	7,400.0	7.55	360.00	200	7,373.6	-407.31	407.31 N	7.21 E	0.50	0.50	
	36	7,600.0	8.55	360.00	200	7,571.6	-435.32	435.32 N	7.21 E	0.50	0.50	
	37	7,800.0	9.55	360.00	200	7,769.1	-466.78	466.78 N	7.21 E	0.50	0.50	
	38	8,000.0	10.55	360.00	200	7,966.1	-501.68	501.68 N	7.21 E	0.50	0.50	
	39	8,200.0	11.55	360.00	200	8,162.3	-540.01	540.01 N	7.21 E	0.50	0.50	
	40	8,400.0	12.55	360.00	200	8,357.9	-581.77	581.77 N	7.21 E	0.50	0.50	
	41	8,600.0	13.55	360.00	200	8,552.8	-626.93	626.93 N	7.21 E	0.50	0.50	
	42	8,700.0	14.05	360.00	100	8,649.9	-650.78	650.78 N	7.21 E	0.50	0.50	
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Assumes 1/2° per 100' build rate, all due north.