

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

2002 MAY -8 PM 12:45

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. NMSF079353
2. Name of Operator Phillips Petroleum Company		6. If Indian, Allottee or Tribe Name
3a. Address 5525 Highway 64, NBU 3004, Farmington, NM 87401	3b. Phone No. (include area code) 505-599-3454	7. If Unit or CA/Agreement, Name and/or No. FMNMM78424B
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit K, 2105' FSL & 1798' FWL Section 15, T32N, R8W		8. Well Name and No. SJ 32-8 Unit #258
		9. API Well No. 30-045-30987
		10. Field and Pool, or Exploratory Area Basin Fruitland Coal
		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 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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	7" casing report
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

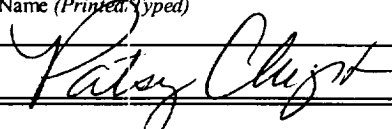
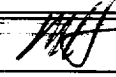
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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 final site is ready for final inspection.)

RIH w/8-3/4" bit & tagged cement @ 200'. Drilled cement & shoe to 237'. Drilled ahead to 3417'. Circ. hole. RIH w/7", 20#, J-55 casing and set @ 3417'. RU BJ to cement. Pumped a preflush of 10 bbls water, 20 bbls mud clean, & 10 bbls of dye water ahead of Lead - 470 sx (1118 cf - 199.10 bbl slurry) Premium Lite High Strength FM, 3#/sx CSE, 5#/sx Gilsonite, 0.25#/sx Cello-flake, 3% Potassium Chloride, 0.4% FL-25.

Tail - 50 sx (70 cf - 12.46 bbl slurry) Type 3, 1% CaCl2, 0.25#/sx Cello-flake. Displaced w/136 bbls water. Plug down @ 1106 hrs 5/01/02. Circ. 15 bbls cement to surface. ND BOP. Set slips and cut off casing. RD & released rig. 5/2/02. Will cavitate well with a different rig. Will report casing PT on next report.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Patsy Clugston	Title Sr. Regulatory/Proration Clerk
Date 5/3/02	MAY 10 2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by 	Title FARMINGTON FIELD OFFICE	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, 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.