

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM 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 TA'd <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Serial No. NM24160
2. Name of Operator St. Mary Land & Exploration c/o Nance Petroleum Corporation	6. If Indian, Allottee or Tribe Name
3a. Address P. O. Box 7168 - Billings, MT 59103	7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) (406)245-6248	8. Well Name and No. Osage Federal #7
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit Letter: K 1980' FSL & 2080' FWL Sec. 35-T19S-R29E	9. API Well No. 30-015-26051
	10. Field and Pool, or Exploratory Area Parkway Yates
	11. County or Parish, State Eddy, 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 checked="" 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 Renew/Extend
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	TA status
	<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.)

The Osage Federal #7 was TA'd in May 1997 by setting a CIBP at 1350', dumping 20' of cement on top and circulating the casing with packer fluid.

Attached is the chart from a Mechanical Integrity Test (MIT) performed December 18, 2000.

We wish to renew and extend the TA status of this well. The previous operator did not plug it claiming it had waterflood potential. As we have not had time to assess this potential we prefer to extend the TA status rather than plug it at this time.

TA Approved For 12 Month Period

Ending 12/18/2001

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

Herb Thackeray

Title Operations Engineer

Signature

*Herb R Thackeray*

Date 01/08/01

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

Approved by

*JOE G. LARA*

Title

*Department Engineer*

Date

*1/31/2001*

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

*CFO*