

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMSF-14-20-603-2200A
2. Name of Operator Kenson Richardson Operating Company		6. If Indian, Allottee or Tribe Name Navajo
3a. Address 3100 La Plata Highway, Farmington, NM, 87401	3b. Phone No. (include area code) 505-564-3100	7. If Unit or CA/Agreement, Name and/or No. NW Cha Cha Unit
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 18, T29N-R14W, 2200' FNL 2200' FEL		8. Well Name and No. NW Cha Cha # 1
		9. API Well No. 30-045-25968
		10. Field and Pool, or Exploratory Area Cha Cha Gallup
		11. County or Parish, State San Juan 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 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" 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 approximate duration thereof. If the proposal is to deepen directionally or recompletable 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 recompletable 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.)

1. Continue to retain wellbore in a TA'd status to use as a future recompletable or conversion to water injection.
2. 11/29/01 this well was pressure tested to 500psi and held for one hour and 10 minutes, held OK. Test was witnessed by a BLM Inspector.
3. Operator intends to retest this well so as to retain the current TA'd status.
4. Pressure test casing to 500psi and hold for 30 minutes. If well holds request extension of TA'd status. If pressure test fails, repair well accordingly.
5. Expect to conduct pressure test the week of May 17th, 2004. BLM representative to be notified prior to test.

THIS APPROVAL EXPIRES

MAY 01 2005

RECEIVED
2004 MAY -4 AM 11:03
070 FARMINGTON, NM

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Charles H. Williams		Title Engineering Operations Manager
Signature Charles H. Williams	Date 04/30/2004	

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Original Signed: Stephen Mason	Title	Date MAY 07 2004
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, 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.

(Instructions on page 2)

NMOCD