

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 <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. 1149IND8465
2. Name of Operator FOUR STAR OIL GAS COMPANY		6. If Indian, Allottee or Tribe Name EASTERN NAVAJO
3a. Address 11111 S WILCREST HOUSTON, NM 77099		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 281.561.4991 Fx: 281.561.3702		8. Well Name and No. CHARLEY-PAH 4
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 12 T27N R9W NWSE 1750FSL 1400FEL 36.58719 N Lat, 107.73506 W Lon		9. API Well No. 30-045-06636-00-S1
		10. Field and Pool, or Exploratory BASIN FRUITLAND COAL BLANCO MV/ PC
		11. County or Parish, and State SAN JUAN COUNTY, NM

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 type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<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 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.)

Four Star Oil & Gas Company hereby proposes to recompletable the subject well in the Basin (Fruitland Coal) and to downhole commingle with the Blanco (Pictured Cliffs) South as follows:

1. MIRU workover rig. ND wellhead. NU BOP and test same. POOH 2" tubing.
2. Set cast iron bridge plug a 2010'
3. Test 5.5" casing. If casing does not hold, determine to either repair the casing or plug and abandon the well based on the severity of casing problems.
4. If casing test is successful, RU Schlumberger and run GR/CCL. Determine perforation interval and

PLEASE SUBMIT YOUR C 102 FOR FRUITLAND COAL

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #30638 verified by the BLM Well Information System For FOUR STAR OIL GAS COMPANY, sent to the Farmington Committed to AFMS for processing by MATTHEW HALBERT on 08/06/2004 (04MXH1881SE)	
Name (Printed/Typed) KEN JACKSON	Title APPLICANT
Signature (Electronic Submission)	Date 05/12/2004

CONDITIONS OF APPROVAL
Adhere to previously issued stipulations.**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By <i>/s/ Joe Hewitt</i>	Title <i>Acting</i>	Date <i>8-6-04</i>
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 <i>FF-0</i>

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED****HOLD C104 FOR Basin Fruitland coal form C-102**

Additional data for EC transaction #30638 that would not fit on the form

32. Additional remarks, continued

perforate fruitland coal at approximately 1884'-2002' with 4 shots per foot for a total of 108 holes.

5. Hydraulically frac the fruitland coal with 122,901 gals 20# Delta Frac 140 frac fluid and 241,000# of 16/30 Brady sand.

6. RU Flowback line with 1/2" choke and clean up well. RIH and drill out CIBP at 2010' to casing shoe @ 2118'.

7. RIH with production string as follows: 2 3/8" muleshoe guide, 2 3/8" seating nipple, 67 joints of 2-3/8" tubing, pump and 3/4" rods. ND BOP. NU wellhead. RDMO.

To support the downhole commingling Four Star submits the following:

- i) Commingling is allowed for the two subject pools pursuant to NMOCD Order #11363
- ii) The pools to be commingled are the Basin Fruitland Coal and the Blanco Picture Cliffs (South)
- iii) The perforations are: 1884'-2002' Fruitland Coal(approximate)
2012'-2080' Pictured Cliffs
- iv) The production will be allocated using the subtractive method
- v) Commingling will not reduce the value of the total remaining production.
- vi) Ownership is the same for both pools.