5. Lease UNITED STATES NMNM-03554 DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 6. If Indian, Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS 7. Unit Agreement Name (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals) 8. Well Name and No. 1. Oil Well [] Gas Well [] Other [] **GAS WELL** BREECH "C" 303 9. API Well No. 2. Name of Operator: 30-039-27675-00S1 **Caulkins Oil Company** 3. Address of Operator: 10. Field and Pool, Exploratory Area (505) 334-4323 1409 W. Aztec Blvd. Ste B7, Aztec, NM 87410 **BASIN DAKOTA** 4. Location of Well (Footage, Sec., Twp., Rge.) 11. Country or Parish, State 1875' F/S 1840' F/E SEC. 13-26N-6W Rio Arriba Co., New Mexico 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION [] Notice of Intent [] Abandonment [] Change of Plans []Recompletion [] New Construction [] Non-Routine Fracturing [X] Subsequent Report [] Plugging Back [X] Water Shut-Off [] Casing Repair [] Final Abandonment Notice [] Altering Casing [] Conversion to Injection [] Dispose Water 1 Other 17. Describe Proposed or Completed Operations: 7-12-04 Rigged up. T. I. H. with 2 3/8" tubing with 4 3/4" bit. Drilled out DV tool at 3641'. Continued in hole. Tagged cement at 5580'. 7-13-04 Drilled out DV tool at 5630'. ACCEPTED FOR RECORD Continued in hole. AUG 3 0 2004 Cleaned out to 7590'. FARMINGTON FIELD OFFICE Rolled hole with 2% KCL water. Pressure tested casing to 4000#. Held OK. Spot 500 gallons 15% acid. Run Gammaray collar log, TD to 4600'. Perforated Dakota zone with 30 select fire holes, 7551' - 7309'. (continued on page 2) NOTE: The format is issued in lieu of U.S. BLM Form 3160-5 18. I HEREBY CERTIFY THE FOREGOING IS TRUE AND CORRECT SIGNED: Kolent TITLE: Superintendent DATE: August 12, 2004 ROBERT L. VEROUER APPROVED BY: TITLE:_ DATE: CONDITIONS OF APPROVAL, IF ANY

Caulkins Oil Company BLM Sundry Notice Breech "C" 303 August 10, 2004 Page 2

7-14-04

Frac'd Dakota with 201,520# 20/40 sand and 20,405 c-scf N2 foam

7-15-04

Flowed well back through choke, after 6 hours well flowing 2800 MCF through 3/4" choke.

Killed well.

Started in hole with tubing.

7-16-04

Tagged sand at 7521'.

Cleaned out to 7580' with air foam unit.

Landed tubing on doughnut at 7527'.

Continued to unload with air foam unit.

Well unloading on its own through tubing.

Rigged down.

Flowing to clean up.

Waiting on tie-in with Williams Field Service.