Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

Ехрі	Mar		
Lease Serial No.			

	' NOTICES AND DE	DODTS ON WE	110 %	OH OO NMINM 1	02886
Do not use ti	NOTICES AND RE	to drill or to re-	enter an	6. If Indian,	Allottee or Tribe Name
abandoned w	rell. Use Form 3160-3 ((APD) for such pr	oposais.	N/A C	EIVED /
SUBMIT IN TR	IPLICATE- Other inst	ructions on reve	rse side.	O7 07. If Unit or	CA/Agreement, Name and/or No.
. Type of Well Oil Well	✓ Gas Well Other			N/A	
	<u> </u>			8. Well Nam WF Fed	e and No. erai 11 #1
Name of Operator Lance Oil &	Gas Company, Inc.			9. API Wel	
ia Address Box 70, Kirtland, New Mexico 87417		3b. Phone No. (include 505/598-5601	e area code)	30-045-3	2268 Pool, or Exploratory Area
. Location of Well (Footage, Sec.,					. Coal/Harper Hill PC
1740' FNL & 670' FEL-Section	on 11-T30N-R14W			11. County o	Parish, State
				San Jua	a County, New Mexico
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATU	RE OF NOTICE,	REPORT, OR	OTHER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION		
	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	Reclamation		Well Integrity Other Change Casing and
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily		Cementing Plans and
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disp		Pit Permit
	nec (cecina and coment propre	m) on the attached ch	eet to conform w	ith company drilli	or necessaries
	ges (casing and cement progra APD approved 5-24-04 are req a drilling pit permit pursuant	uested.	eet to conform w	ith company drilli	ng procedures.
	APD approved 5-24-04 are req	uested.	eet to conform w	ith company drilling	25-26-27-25
Lance hereby applies for 14. Ihereby certify that the for Name (Printed/Typed)	APD approved 5-24-04 are req a drilling pit permit pursuant	uested. to NMOCD rule 50.		0.5%	25-26-27-25
Lance hereby applies for	APD approved 5-24-04 are req a drilling pit permit pursuant	uested. to NMOCD rule 50.	eet to conform w	0.5%	25-26-27-25
Lance hereby applies for 4. Ihereby certify that the for Name (Printed/Typed)	APD approved 5-24-04 are req a drilling pit permit pursuant	uested. to NMOCD rule 50.		0.5%	25-26-27-25
Lance hereby applies for 14. I hereby certify that the for Name (Printed/Typed) Paul Lehrman	APD approved 5-24-04 are req a drilling pit permit pursuant	uested. to NMOCD rule 50. Title 9	Sr. Landman	10/20/0	25 26 27 m
Lance hereby applies for 14. I hereby certify that the for Name (Printed/Typed) Paul Lehrman Signature	egoing is true and correct THIS SPACE FOR	Title Spate	Sr. Landman	10/20/6 CE USE	25 26 27 m
Lance hereby applies for 14. Ihereby certify that the for Name (Printed/Typed) Paul Lehrman Signature	egoing is true and correct THIS SPACE FOR Approval of this notice alor or equitable title to these rights	Title State FEDERAL OR State does not warrant or	Sr. Landman	10/20/6 CE USE	25.26.27.38.20.20.20.20.20.20.20.20.20.20.20.20.20.

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 anymatter within its jurisdiction.

(Instructions on page 2)

Proposed Changes to APD Lance Oil & Gas Company WF Federal 11 #1 1740' FNL & 670' FEL Section 11, T30N, R14W, NMPM San Juan County, New Mexico

FROM:

CASING AND CEMENTING PROGRAM:

Hole Size	<u>O.D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	GL Setting Depth
8 3/4"	7"	20	J-55	New	120'
6 1/4"	4 1/2"	10.5	J-55	New	1850'

Surface casing will be cemented to surface with \approx 36 cu.ft. (\approx 31 sx) Class B + 2% CaCl. Volume is based on 100% excess, yield of 1.18 cu.ft./sk, and slurry weight of 15.6 ppg. WOC = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with drilling fluid to surface. Thirty barrels of fresh water will then be circulated. Lead with \approx 150 cu.ft. (\approx 75 sx) Class B with 2% metasilicate (yield = 2.06 cu.ft./sk, slurry weight = 12.5 ppg). Tail in with \approx 115 cu.ft. (\approx 100 sx) Class B with 2% CaCl (yield = 1.18 cu.ft./sk, weight = 15.6 ppg). Total cement volume is \approx 273 cu.ft. based on 100% excess and circulating to surface.

Production casing will have 4 ½" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Six centralizers will be spaced every other joint starting above the shoe. Six turbolizers will be placed every other joint starting from the top of the well.

TO:

CASING AND CEMENTING PROGRAM:

Hole Size	<u>O.D.</u>	Weight (lb/ft)	<u>Grade</u>	Age	GL Setting Depth
12 1/4"	8 5/8"	24	J-55	New	120'
7 7/8"	5 ½"	15.5	J-55	New	1850'

Surface casing will be cemented to surface with \approx 120 cu.ft. (\approx 100 sx) Howco Type II. Volume is based on 100% excess, yield of 1.20 cu.ft./sk, and slurry weight of 15.6 ppg. WOC = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with drilling fluid to surface. Thirty barrels of fresh water will then be circulated. Lead with \approx 364 cu.ft. (\approx 200sx) Howco TX1 Lightweight (yield = 1.82 cu.ft./sk, slurry weight = 12.0 ppg). Tail in with \approx 129 cu.ft. (\approx 100 sx) Howco TX 1 Lightweight (yield = 1.29 cu.ft./sk, weight = 13.5 ppg). Total cement volume is \approx 493 cu.ft. based on 100% excess and circulating to surface.

Production casing will have 5 ½" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Six centralizers will be spaced every other joint starting above the shoe. Six turbolizers will be placed every other joint starting from the top of the well.

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Submit 3 Copies To Appropriate Di	strict State (of New Me	xico		For	m C-103
Office District I	Energy, Minera	als and Natu	ral Resources		=	ay 27, 2004
1625 N. French Dr., Hobbs, NM 882	չ40			WELL API NO.		
<u>District II</u> 1301 W. Grand Aye., Artesia, NM 8	OIL CONSEI	RVATION	DIVISION	30-045- 322 5. Indicate Type o		1
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87	1220 Sou	1220 South St. Francis Dr.			FEE [eral _{NMN} 102886
District IV	Santa	Santa Fe, NM 87505			Lease No.	
1220 S. St. Francis Dr., Santa Fe, NI 87505	М					
	NOTICES AND REPORTS	ON WELLS		7. Lease Name or	Unit Agreeme	nt Name
(DO NOT USE THIS FORM FOR I					_	
DIFFERENT RESERVOIR. USE "PROPOSALS.)	APPLICATION FOR PERMIT (FO	OKM C-101) FC	k such	WF Federa		
1. Type of Well: Oil Well	Gas Well X Other			8. Well Number	#1	
2. Name of Operator Lance 0il & Gas C	omnany Inc.			9. OGRID Number 229938	er ·	
3. Address of Operator	ompany, mor			10. Pool name or	Wildcat	
Box 70, Kirtland,	NM 87417			Basin Fr. Co		Hill PC
4. Well Location			· · · · · · · · · · · · · · · · · · ·			
Unit LetterI	$\frac{1740}{1}$ feet from the	he <u>North</u>	$\underline{}$ line and $\underline{}$	70 feet fron	n theEast	line
Section	11 Township		nge 14W	NMPM San Ju	agounty N	M
	11. Elevation (Show		RKB, RT, GR, etc.			
Pit or Below-grade Tank Application		5942 GR			- 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1	
Pit type DrillingDepth to Gr		nearest fresh w	ater well >1000 Dis	tance from nearest surfa	re water >100è	ı
Pit Liner Thickness: 12	mil Below-Grade Tank:			onstruction Material $^{\mathrm{Im}}$		
	eck Appropriate Box to	· · · · · · · · · · · · · · · · · · ·				
12. Cir	cck Appropriate Box to	muicate IV	ature of Notice,	Report of Other	Jala	
	F INTENTION TO:			SEQUENT REF	ORT OF:	
PERFORM REMEDIAL WOR		_	REMEDIAL WOR		ALTERING CA	SING 🗆
TEMPORARILY ABANDON PULL OR ALTER CASING	☐ CHANGE PLANS ☐ MULTIPLE COMPL		COMMENCE DR		P AND A	Ш
POLL OR ALTER CASING	☐ MOLTIFIE COMPL		CASING/CEMEN	<u>—</u>		
OTHER:			OTHER:	Pit Permit		<u> </u>
	completed operations. (Cleased work). SEE RULE 1103.					
Annlication	for Pit Permit puru	isiiant to	NMOCD Rule 5	.0.		
Application	TOT THE PERMIT PORT	isdant to	MIOOD Rate 3	•		
I hereby certify that the inform	nation above is true and comp	plete to the be	st of my knowledg	ge and belief. I furthe	r certify that any p	oit or below-
grade tank has been/will be constru	cted or closed according to NMOC	CD guidelines 🛭	g, a general permit	or an (attached) alterna	tive OCD-approve	ed pian 🔲.
SIGNATURE		TITLE	Sr. Landmar	1	DATE 10/2	0/04
	I about		_ 1 _1	drings		
Type of print annie	V Lehrman	E-mail ad	dress: Plenrman	n@westerngas Te		598-5601 Ext. 5
For State Use Only	4	CEPUT	Y OIL & GAS INSP	ECTOR, DIST. A3	OCT o	^Q 2004
APPROVED BY:	Mun	TITLE			_DATE	' <uu4< td=""></uu4<>