Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
OM B No. 1004-0135
Expires: January 31, 200

CHMDDA	NOTICES	AND	REPORTS	ON	WELLS
SUNDRY	NUTICES	ANU	KEPUKIS	UN	WELLS

Do not use this form for proposals to drill- or ito re-enter an 40

14 - 26 - 603 - 2200A 6. If Indian, Allottee or Tribe Name

	form for proposals to . Use Form 3160-3 (A			NAVAJO	Allottee or 1 ribe Name
1. Type of Well	LICATE- Other instru	uctions on revers			CA/Agreement, Name and/or No. Cha Unit
2. Name of Operator Lance Oil & Ga			203 1272	8. Well Name NW Cha 9. API Well	Cha #1 No.
3a. Address P. O. Box 70, Kirtland, NM 87417 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2,200' FNL & 2,200' FEL Section 18, T29N - R14W, NMPM		3b. Phone No. (include 505-598-5601	area code)	30 - 045 10. Field and Cha Cha	Pool, or Exploratory Area
				11. County or Parish, State San Juan County, NM	
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE	E OF NOTICE, RE	PORT, OR	OTHER DATA
TYPE OF SUBMISSION		ŢŶŗ	E OF ACTION		
✓ Notice of Intent ☐ Subsequent Report ☐ Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Start Reclamation Recomplete Temporarily Aba		Water Shut-Off Well Integrity Other

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 recomplete 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 recompletion 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.)

Pursuant ot your letter dated May 11, 2005 and subsequent conversation on June 2, 2005 between Erwin / Mason, Lance Oil and Gas Company, Inc. requests approval to continue the "Temporarily Abandoned" designation until December 31, 2005 while evaluating the Fruitland Coal and Pictured Cliffs potential. A satisfactory Mechanical Integrity Test was conducted by Richardson Operating Company on May 27, 2004.

JUN 0 1 2006 THIS APPROVAL EXPIRES

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	1						
Thomas M. Erwin, P.E.	Title	tle Senior Production Engineer					
Signature Thomas Me Sure	Date	06/02/2005					
FHIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved by Original Signed: Stephen Mason		Title	Date	JUN 0 € 2005			
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 an	v person	knowingly and willfully to make to	any depart	ment or agency of the United			

States any false, fictitious or fraudulent statements or representations as to anymatter within its jurisdiction.