Form 3160-5 (April 2004)

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

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

5. Lease Serial No.

NMNM03380

6. If Indian, Allottee or Tribe Name

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.

| m 3160-3 (APD) for such propose   | als.   |  |  |  |
|---|--|--|--|--|
|   | de 7   | 7. If Unit or CA/Agreem  | ent, Name and/or No.   |  |
| E on  | JUL 2005 3   | FLORANCE   | #74  |  |
| 1 Farmington, 50  | 15-324-1030 J  | 30-045-32607  10. Field and Pool, or E BLANCO MV / BASI BLANCO S, PC / E 11. County or Parish, S   | N DK<br>ASIN MC  |  |
| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA |  |  |  |  |
|   | TYPE OF ACTION   |  |  |  |
| Casing Repair New Cons Change Plans Plug and                                      | Freat Reclamation Recomplete Abandon Temporarily   | Wel X Oth  | nter Shut-Off Il Integrity DEF ST INTERM TD & ST PROD  |  |
|   | RECEIVED Of the instructions on reverse significant and the control of the contro | Phone No. (include area code)  1 Farmination.  205  205  1 Farmination.  505-324-7030  Type of Action  Acidize Deepen Production ( Alter Casing Fracture Treat Reclamation  Casing Repair New Construction Recomplete  Change Plans Plug and Abandon Temporarily  Convert to Injection Plug Back Water Dispo | 8. Well Name and No. FLORANCE  9. API Well No. 30-045-32607  10. Field and Pool, or EBLANCO MV / BAST BLANCO S. PC / B  11. Country or Parish, S  SAN JUAN  E BOX(ES). TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATTYPE OF ACTION  Acidize Deepen Production (Start/Resume) Water Change Plans Plug and Abandon Temporarily Abandon  Convert to Injection Plug Back  Well Name and No. FLORANCE  9. API Well No. 30-045-32607  10. Field and Pool, or EBLANCO S. PC / B  11. Country or Parish, S  SAN JUAN  Well Name and No. FLORANCE  9. API Well No. 30-045-32607  10. Field and Pool, or EBLANCO S. PC / B  11. Country or Parish, S  SAN JUAN  Fracture Treat Reclamation Well  Change Plans Plug and Abandon Temporarily Abandon  Convert to Injection Plug Back  Water Divocal |  |

3. 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 final site is ready for final inspection.)

Reached intermediate TD of 3,225' KB. TIH w/73 jts 7", 20.0#, J-55, ST&C csg to 3,218' KB.

Cmt'd csg w/400 sx Type III cmt w/1/2 PPS celloflake, 8% gel & 2% CaCl2 (mixed @ 11.9 ppg, 2.60 cuft/sx) followed by 100 sx Type III cmt w/1/2 PPS celloflake, 1% CaCl2 & 4% Phenoseal & 5 PPS LCM-1 (mixed @ 14.5 ppg, 1.50 cuft/sx). Circ 75 bbls cmt to surf. Reached driller's TD of 7,730' KB @ 9:45 a.m., 06/29/05.

TIH w/176 jts 4-1/2", 10.5#, J-55, ST&C csg to 7,708.28' KB. Cmtd prod csg w/300 sx Premium Lite HS cmt w/0.2% CD-32, 0.5% FL-52, 1/4 PPS celloflake, 2% CaCl2 & 2% phenoseal (mixed @ 12.5 ppg & 2.01 cuft/sx) followed by 100 sx Type III cmt w/2% phenoseal, 1/4 PPS celloflake, 0.3% CD-32, 0.4% FL-52 & 5% A-10 (mixed @ 14.2 ppg & 1.54 cuft/sx). Will run temp surv to determine TOC. Released AWS rig #545 @ 8:00 a.m., 07/01/05.

\*\*PRODUCTION CSG WILL BE PRESSURE TSTD @ COMPLETTON\*\*

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

| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)  | Title               |                         |  |
|---|---------------------|-------------------------|--|
| KELLY K. SMALL ; []   | REGULATORY COM      | OPLIANCE TECH           |  |
| Hellis H Small  | Date 7/1/05         | OCERTED FOR RECORD      |  |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE ACCEPTED FUN NEGURIA   |                     |                         |  |
| Approved by   | Title               | Date 1111 0 7 2005      |  |
| Conditions of approval, if any, are attached. Approval of this notice does not warrar certify that the applicant holds legal or equitable title to those rights in the subject I which would entitle the applicant to conduct operations thereon. | n or Office<br>ease | FARMING ON TIELD OFFICE |  |
| Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department of agency of the United   |                     |                         |  |