

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.

2005 JUL 28 AM 11:07

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
KTO Energy Inc.

3a. Address
2700 Farmington Ave., Bldg. K, Ste 1 Farmington,

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1,900' PSL & 665' PWL in SEC. L33, T27N, R08W

3b. Phone No. (include area code)
505-324-1090

5. Lease Serial No.
SE-079232

6. Indian Allotment or Tribe Name

7. Unit or OA/Agreement, Name and/or No.
070 FARMINGTON NM

8. Well Name and No.
BOLACK C #26

9. API Well No.
30-045-32811

10. Field and Pool, or Exploratory Area
BLANCO PICTURED CLIFFS

11. County or Parish, State
SAN JUAN NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other TD & SET
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	PROD CSG
	☐ Convert to Injection	☐ Plug Back	☐ 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 recompleat 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 driller's TD of 2,981' KB @ 11:00 p.m., 07/19/05. PU & TIH w/73 jts 5-1/2", 15.5#, J-55, LIT&C csg to 2,980.14' KB. Cmt'd prod csg w/340' sx Type III cmt w/2% phenoseal, 1/4 PPS celloflake & 8% gel (mixed @ 11.9 ppg & 2.54 cuft/sx) followed by 100' sx Type III cmt w/1% CaCl₂, 1/4 PPS celloflake & 2% phenoseal (mixed @ 12.5 ppg & 1.41 cuft/sx). Circ 20 bbls cmt to surf. Released AWS rig #545 @ 6:00 a.m., 07/21/05.

****PRODUCTION CSG WILL BE PRESSURE TEST @ COMPLETION****

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

KELLY K. SMALL

Title

REGULATORY COMPLIANCE TECH

Date **07/27/05**

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by:

Title

Date **AUG 01 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

FARMINGTON FIELD OFFICE
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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 or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NMOCD