

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Running Horse Production, LLC

3a. Address

PO Box 369, Ignacio, CO 81137

3b. Phone No. (include area code)

970-563-5100

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1520' FSL 1520' FEL, Section 4, T26N-R13W

5. Lease Serial No.

NM 622

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Ross Federal #2

9. API Well No.

30-045-24307

10. Field and Pool, or Exploratory Area

WAW-FrtInd Sand PC

11. County or Parish, State

San Juan County, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	obtain ROW
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operations (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 zo 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 c Following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed c Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator determined that the site is ready for final inspection.)

Running Horse Production Company has plans to hook this well up. We are in discussion with Enterprise Field Services and offset operators on how best to get this well tied into existing infrastructure in the area. A Static BHP Pressure Survey was run in this well as part of our evaluation of this well and is attached for your records.



14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

James Keener

Title

Senior Petroleum Engineer

Signature

Date

October 27, 2005

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Original Signed: Stephen Mason

Title

Date

NOV 03 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, 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 any matter within its jurisdiction.

(Instructions on reverse)

NMOC

Company: RUNNING HORSE PRODUCTION LLC  
Well: ROSS FEDERAL NO. 2  
Field: WAW FRUITLAND SAND PC  
Engineer: NEIL TEFTELLER  
Gauge Type: AMERADA QUARTZ  
Gauge Range: 0 - 1500  
Gauge Depth: 1353 ft  
Serial No.: 55170

County: SAN JUAN  
State: NEW MEXICO  
Date: 10/20/2005  
Well Type: GAS  
Test Type: GRADIENT  
Status: SHUT IN  
File Name: 58734

Tubing: 2 3/8" TO 1313'  
Tubing: TO  
Casing: 4 1/2" TO 1498'  
Perfs.: 1342' - 1346'  
Perfs.: 1359' - 1363'

Oil Level  
H2O Level 1111 ft

Shut-in BHP 103 @ 1353 ft Shut-in BHT 84 F @ 1353 ft

[ Tefteller Incorporated ]

#	MD	TVD	PRESSURE	PSI/ft
1	0	0	0.01	
2	200	200	0.01	0.000
3	400	400	0.01	0.000
4	600	600	0.01	0.000
5	800	800	0.01	0.000
6	1000	1000	0.01	0.000
7	1200	1200	38.00	0.190
8	1353	1353	103.00	0.425

TOTAL DEPTH - 1438'