

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: November 30, 2000

**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.*

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

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator San Juan Resources of Colorado	3a. Address c/o Walsh Engineering & Production Corp. 7415 East Main St. Farmington, NM 87402	3b. Phone No. (include area code) (505) 327-4892	5. Lease Serial No. SF-078138	6. If Indian, Allottee or Tribe Name	7. If Unit or CA/Agreement, Name and/or No.	8. Well Name and No. U.S. GRANT #1	9. API Well No. 30-045-32185	10. Field and Pool, or Exploratory Area Basin Dakota & Blanco MV	11. County or Parish, State San Juan, New Mexico
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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 SEE BELOW
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

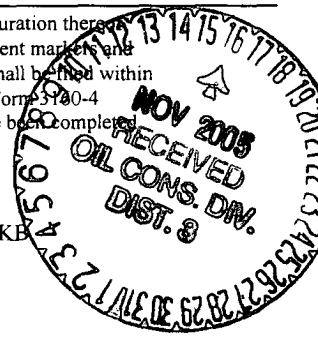
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of 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 recompleat 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.)

07/12/05 spud 12-1/4" surface hole. Drilled to 256'KB. Ran 6 jts (236.63') of 9-5/8", 36#, ST&C casing and set casing at 251'KB. Cemented with 170sx (201 cu. ft.) of CI "B", 2% CaCl<sub>2</sub> and 1/4 #/sk flocele. Circulated 15 bbls of good cement to surface.

07/15/05 Nipped up the BOP and pressure tested the casing and BOP to 1200 psi.

07/19/05 TD intermediate hole at 3907'. Ran 89 jts (3889') of 7", 20#, J-55, ST&C casing and landed at 3901' KB. Cemented with 550 sx (1078 cu. ft.) of CI "B" 65/35 Poz with 6% gel, 5#/sk gilsonite, 1/4#/sk celloflake and 2% CaCl<sub>2</sub>. Tailed with 100 sx (118 cu. ft.) of CI "B" with 1/4#/sk celloflake. Bumped plug to 1500 psi., float held ok. Circulated 40 bbls of cement to the surface.

07/23/05 TD well at 6676' KB (6-1/4", varel). Ran 165 jts (6702.27') of 4-1/2", 11.6#, J-55, LT&C new casing and landed at 6714' KB. Insert float at 6692'. Cemented with 395 sx (517 cu. ft.) of CI "B" 50/50 poz with 2% gel, 0.6% Halad-9, 0.1% HR-5, 5#/sk gilsonite and 14#/sk flocele. Bumped plug to 1500 ps



4 1/2" casing TEC @ 2712'

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Paul C. Thompson, P.E.	Title Engineer / Agent
Signature <i>Paul C. Thompson</i>	Date November 1, 2005

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by	Title	ACCEPTED FOR RECORD NOV 10 2005 FARMINGTON FIELD OFFICE BY <i>JB</i>
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 operation thereon.	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 any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.		

NMCD