

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OM B No. 1004-0135
Expires: January 31, 2004

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
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator **Lance Oil & Gas Company, Inc.**

3a. Address
P. O. Box 70, Kirtland, NM 87417

3b. Phone No. (include area code)
505-598-5601

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**725' FSL & 1940' FEL - Section 13, T29N-R14W, NMPM
Unit O, Section 13, T29N, R14W NMPM**

5. Lease Serial No.

14-20-603-2198

6. If Indian, Allottee or Tribe Name

Navajo

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

NA

8. Well Name and No

NV Navajo 13 #4

9. API Well No.

30-045-31422

10. Field and Pool, or Exploratory Area
Basin Fruitland Coal

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

- ☐ 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/Resume)
☒ Reclamation
☒ Recomplete
☐ Temporarily Abandon
☐ Water Disposal

- ☐ Water Shut-Off
☐ Well Integrity
☐ Other **Recompletion to S-9
Basin Fruitland Coal**

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.)

On November 1, 2005, Operator, Lance Oil & Gas Company, Inc. set a retrievable bridge plug on top of the Basal Fruitland Coal (S-8) formation, at 905' KB, thereby temporarily plugging back the Basal Fruitland Coal (S-8) formation. Completion operations then commenced on the Middle Fruitland Coal (S-9) formation. The S-9 was perforated from 823-27' KB, 867-69' KB, and 886' KB with 4 SPF and 120 degree phasing. The perf intervals were broken down with 500 gals 15% HCl acid and swabbed back to the rig pit. On November 7, 2005, Halliburton fraced the Middle Fruitland Coal (S-9) down 5-1/2" casing with 35,450 gals Delta 140 Sandwedge NT containing 43,100 lbs 16/30 Mesh Ottawa sand.

On November 8, 2005, Operator pulled the bridge plug set at 905' and is producing the Basal Fruitland Coal (S-8) and Middle Fruitland Coal (S-9) formations together.

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

Thomas M. Erwin, P.E.

Title **Senior Production Engineer**

Signature

Thomas M. Erwin 11/28/05

Date

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Date

Office

DEC 02 2005

FARMINGTON FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, 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 page 2)

NMOCD