

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

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

RECEIVED
07/26/2005 2:19 PM
FARMINGTON, NM

1a. Type of Well ☐ Oil Well ☒ Gas Well ☐ Dry ☐ Other
b. Type of Completion: ☒ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Drill Restr.
Other _____

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

3. Address **P. O. Box 70, Kirtland, NM 87417** 3a. Phone No. (include area code) **505-598-5601**

4. Location of Well (Report location clearly and in accordance with Federal requirements)*
At surface **800' FNL & 1,835' FWL**
At top prod. interval reported below
At total depth **Same as above**

5. Lease Serial No. **14 - 20 - 603 - 2172**
6. If Indian, Allottee or Tribe Name **NAVAJO**
7. Unit or CA Agreement Name and No. **N / A**
8. Lease Name and Well No. **NV Navajo 35 #2**
9. AFI Well No. **30 - 045 - 31437**
10. Field and Pool, or Exploratory **Basin Fruitland Coal**
11. Sec., T., R., M., on Block and Survey or Area **Sec 35, T29N - R14W**
12. County or Parish **San Juan** 13. State **NM**
17. Elevations (DF, RKB, RT, GL)* **5,840' GL**

14. Date Spudded **03/09/2005** 15. Date T.D. Reached **03/18/2005** 16. Date Completed **07/25/2005**
☐ D & A ☒ Ready to Prod.

18. Total Depth: MD **1,520' KB** 19. Plug Back T.D.: MD **1,495' KB** 20. Depth Bridge Plug Set: MD
TVD TVD TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
HRI / GR, SDL / DSN / GR & CBL / GR

22. Was well cored? ☐ No ☒ Yes (Submit analysis)
Was DST run? ☐ No ☒ Yes (Submit report)
Directional Survey? ☐ No ☒ Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sks. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
11"	8-5/8"	24.0 J-55	Surface	147'	Primary	155 sx Std	15.7	Surface	N / A
7-7/8"	5-1/2"	15.5 J-55	Surface	1,517'	Lead	100 sx Typ III	45.4	Surface	N / A
					Tail	80 sx Typ III	28.5		

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2-3/8"	1,350' KB							

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) Basal Fruitland Coal	1,313'	1,328'	1,313' - 18' KB	0.42"	3 SPF	Open
B)			1,325' - 28' KB	0.42"	3 SPF	Open
C)						
D)						

26. Perforation Record

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

Depth Interval	Amount and Type of Material
1,313' - 28' KB	40,700 gals Cross-Linked Fluid containing 75,000 lbs 16 / 30 Mesh Brady sand.

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						Sundry of Tests to Follow
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						SI:WOPL


28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

*(See instructions and spaces for additional data on page 2)

ACCEPTED FOR RECORD

AUG 01 2005

FARMINGTON FIELD OFFICE
BY OPERATOR


28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top Meas. Depth
				Ojo Alamo Kirtland Fruitland Middle Fruitland Coal Basal Fruitland Coal Pictured Cliffs Sandstone Lewis Shale	1,220' KB 1,306' KB 1,331' KB

32. Additional remarks (include plugging procedure):

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- ☒ Electrical/Mechanical Logs (1 full set req'd.) ☐ Geologic Report ☐ DST Report ☒ Directional Survey
☐ Sundry Notice for plugging and cement verification ☐ Core Analysis ☐ Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Thomas M. Erwin, P.E.Title Sr. Production Engineer

Signature

Thomas M. Erwin 7/25/05Date 07/25/2005

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.