

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

ROVD JAN25'07

OIL CONS. DIV

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

3a. Address
P.O. Box 70, Kirtland NM 874173b. Phone No. (include area code)
505-598-5601

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

720' FNL and 350' FEL, Section 20, T29N, R14W

5. Lease Serial No.

14-20-603-2200A

DIST. 3

6. If Indian, Allottee or Tribe Name

Navajo Tribal

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

21 NW Cha Cha Unit

8. Well Name and No.

NW Cha Cha #11

9. API Well No.

30-045-08142

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

TYPE OF ACTION

- | | | | |
|---|---|--|---|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other |
| <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| <input type="checkbox"/> Convert to Injection | <input checked="" type="checkbox"/> Plug Back | <input type="checkbox"/> 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 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.)

During the time period of October 18-20, 2006, a permanent plugback of the Gallup, Mesaverde, and Lewis Shale formations up to 1162' KB occurred as follows:

- a CIBP was permanently set @ 4631' KB.
- circulated 110 bbls fresh water in wellbore.
- cement plug #1 isolates the Gallup from 4236-4631' KB w/43 sxs type III cement (14.8 ppg, 1.32 yield). TOC was tagged w/a tubing string.
- cement plug #2 isolates the Mesaverde and Lewis Shale from 1162-1583' KB w/56 sxs type III cement (14.8 ppg, 1.32 yield). TOC was tagged w/ a tubing string.
- new 5-1/2" 15.5#/ft casing was installed in the wellbore from the surface to 881' KB, after removal of the old casing was successful from 895' KB.
- production will occur from the fruitland coals.

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

Tod H. Haanes

Title Production Engineer

Signature

Tod H. Haanes

Date

1/23/2007

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

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

JAN 26 2007

FARMINGTON FIELD OFFICE