

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

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.

5. Lease Serial No.

NMSF 080655

6. If Indian, Allottee or Tribe Name

RCVD FEB 28 '07

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

RECEIVED

OIL CONS. DIV.

8. Well Name and No.

SAN JUAN DIST. 3

9. API Well No.

30-045-33907

10. Field and Pool, or Exploratory Area

Blanco Mesaverde / Basin Dakota

11. County or Parish, State

SAN JUAN

NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 Casing Report
	<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 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 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.)

02/02/2007 NU BOP-PT ok. PT casing to 1000#/30min. Good test. Drill 8 3/4" hole to intermediate TD @ 3750'. TOH. RIH w/87 jnts, 7", J-55, 20# ST&C csg and set @ 3733'. RU to cmt. Preflush w/ 10 bbl wtr, 10 bbl mud, 10 bbl wtr. Pump scav w/19 sx (56.25 cf - 10 bbl) Prem Lite cmt w/ 3% CaCL, 0.25 pps celloflakes, 5 pps LCM1, 0.4% FL-52, 0.4% SMS. Pump 434 sx (928 cf - 165 bbl) Prem Lite cmt w/ 3% CaCL, 0.25 pps celloflakes, 5 pps LCM1, 0.4% FL-52, 0.4% SMS. Tail w/90 sx (124 cf - 22 bbl) Type III cmt w/1% CaCL, 0.25 pps celloflake, 0.2% FL-52. Drop plug and displace w/149 bbl wtr. Circulated 70 bbl cmt to surface. WOC.

02/11/07 PT 7" csg to 1800#/30min. Good test. Drill 6 3/4" hole to TD @ 6468' on 02/14/2007. Clean hole. RIH w/152 4 1/2", J-55, 10.5# ST&C csg and set @ 6460'. RU to cmt. Preflush w/10 bbl spacer. Pump 205 sx (405 cf - 72 bbl) Prem Lite cmt w/0.25 pps cellofalek, 0.3% CD-32, 6.25 pps LCM1, 1% FL-52. Drop plug & displace w/ 103 bbl wtr. WOC. RDMO 02/16/07.

Will report TOC and 4 1/2" PT on completion sundry.

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

Juanita Farrell

Title Regulatory Specialist

Signature

Date 02/23/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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 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.

ACCEPTED FOR RECORD

(Instructions on page 2)

FEB 27 2007

NMOCD

FARMINGTON FIELD OFFICE
TL Salvos