Form 3160- 5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Lease Serial No

If Indian, Allottee, or Tribe Name

OMB No 1004-0137 Expires March 31, 2007

SUNDRY	NOTICES	AND	REPORTS	ON T	WELLS
DINDINI	11011000	4 1 1 1 1	TUDE ONLE	\mathbf{v}_{i}	

Do not use this form for proposals to drill or to re-enter an

I-149-IND-8463	
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RECOMPLETE IN CHACRA

FRAC & DHC W/ MESAVERDE

aband	oned well. Use Form 31	ALOTTEE					
SUBMIT IN TRI	PLICATE - Other Inst	7 If Unit or CA Agreement Name and/or No					
1 Type of Well	TEIOTHE Gardy mot	-	RCVD HOV 6 '07				
Oil Weli XX Gas Well	Other	8 Well Name and No	OIL CONS. DIV.				
2 Name of Operator				BLANCO	oist. 3		
FOUR STAR OIL & GAS COMPNAY				9 API Well No	30-045-30204		
3a Address PO BOX 36366, HOUSTON, 1	TV 77236	3b Phone No (incli	ide area code)		1A		
10 60% 30300, 110031011,	TX 11230	(281) 5	61-3599	10 Field and Pool, or Exploratory Area			
4 Location of Well (Footage, Sec., T	. R , M , or Survey Description)			BLANCO MESAVERDE			
700' FS	SL & 1900' FEL / O SI	EC 1 T27N R9W		11 County or Parish, State SAN JUAN, NM			
12. CHECK APPROI	PRIATE BOX(S) TO INI	DICATE NATURE OF	NOTICE, REPO	RT, OR OTHER DATA			
TYPE OF SUBMISSION			TYPE OF A	ACTION			
XX Notice of Intent	XX Acidize	Deepen	Production (Start/ Resume)	Water Shut-off		
Af	Altering Casing	XX Fracture Treat	Reclamation		Well Integrity		
Subsequent Report XX Casing Repair New Construction XX Recomplete				X	Other REPAIR CASING LEAK		

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 or pertinent markers and sands Attach the Bond under which the work will performed or provide the Bond No on file with the 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 Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection)

Temporarily Abandon

Water Disposal

Plug back

Plug and abandon

Four Star Oil & Gas Company respectfully request permission to repair a casing leak; recomplete in Chacra, Frac & DHC w/ Mesaverde and return well to production. Please see the attached wellbore schematic and procedure for your use and review. Should you have any questions or need additional information, please feel free to contact us at any time.

RECEIVED

Final Abandonment Notice

Change Plans

Convert to Injection

NOV 0 2 2007

Bureau of Land Management Farmington Field Office

14 I hereby certify that the foregoing is true and correct Name (Printed' Typed) Jennifer Hudgens	Title	I	Regulatory Tech	nnician
Signature / ('\	Date		30-Oct-07	,
THIS SPACE	FOR FEDERAL (OR STATE OFFIC	E USE	
Original Signed: Stephen Mason	Fitle		Date	NOV 0 5 2007
Conditions of approval, if any are attached Approval of this notice does not certify that the applicant holds legal or equitable title to those rights in the sul which would entitle the applicant to conduct operations	wairant or Office oject lease thereon	•		
Title 18 USC Section 1001 AND Title 43 USC Section 1212, in	nake it a crime for at	ny person knowingly a	and willfully to make a	my department or agency of the Unite

States any false, fictitiousor fraudulent statements or representations as to any matt



Chevron U.S.A. Production Co. Mid-Continent Business Unit Coal Bed Methane

Blanco #1A
San Juan County, New Mexico
Blanco Field
Sec 1 – T 27N – R 9W
API: 30-045-30204

SCOPE:

Repair casing leak; acidize the MV; Frac Chacra; return well to production.

Procedure

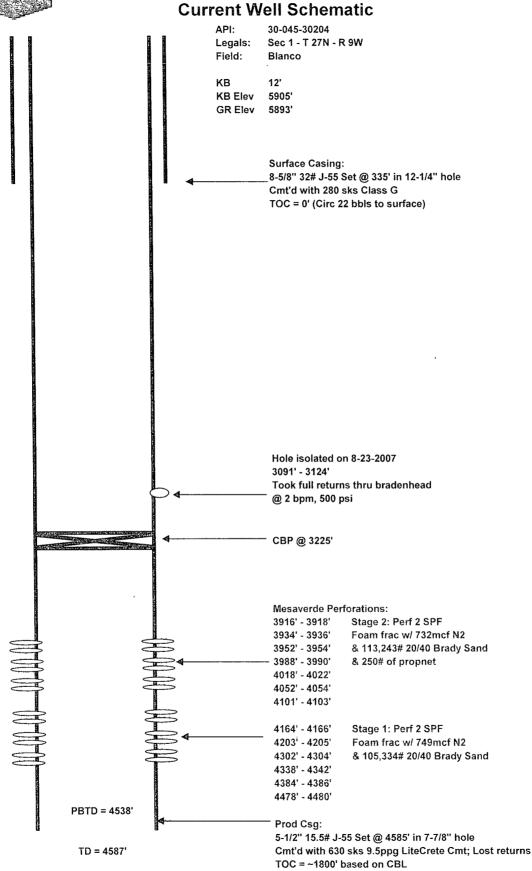
- 1. MIRU workover rig. Verify space and location of frac tanks with Service Company.
- 2. Check well pressures and bleed down. Kill well if necessary with 2% KCl. Check bradenhead for pressure and bleed down if necessary.
- 3. ND Wellhead. NU BOP and pressure test. RU 2-3" flowback lines and ½" choke to flowback tank(s).
- 4. Receive new 2-3/8" 4.7# J-55 tbg and use as workstring. PU 5-1/2" 15.5# squeeze packer. RIH w/ 2-3/8" workstring and set just packer 2800' (leak identified @ 3091' 3124').
- 5. Pump 10 bbls of fresh water. Mix and pump 500 sks of Class H neat cement@ 15.6 ppg, 1.18 yield. Displace cement with fresh water to below packer and shut down. Hesitate in cement every ¼ bbls incremental as needed.
- 6. Release packer and POOH.
- 7. RIH with 4-3/4" cement bit, bit sub and DC's on 2-3/8" workstring. Tag top of cement, test casing to 500 psi. RU power swivel and start drilling out cement. Circulate hole clean and test csg to 500 psi. DO NOT drill up the CBPRIH w/ GR/CCL/CBL and log from 3150' to surface.
- 8. PU 4-5/8" bit, bit sub, 2-3/8" workstring. RIH, drill up CBP @ 3225' and circulate out to PBTD @ 4538'. Circulate hole clean and POOH with workstring.
- 9. RIH w/ 2-3/8" workstring and treating Packer and prepare to acidize the Mesaverde perforations. Set packer @ +/-3850'.
- 10. MIRU acid service provider.
- 11. Pump 2000 gals acid with +/- 90 ball sealers (75 on original) as per service company recommendation on the Mesaverde perforations: 3916' 4480'; 30' of perforations; 2 SPF; 60 holes.



- 12. Release packer and POOH w/ workstring and packer. RD and knock balls off of perforations with packer.
- 13. Flowback acid immediately if possible until pressure bleeds down. RU wireline services. Install lubricator & test.
- 14. PU CBP and set @ 3225'.
- 15. Fill well with water.
- 16. Perforate the Chacra formation as follows: 3 1/8" HEGS, 2spf , 180 deg phasing 2972' 2976', 2998' 3002', 3118' 3124', 3129' 3136', 3141' 3144'
- 17. RU Wellhead Isolation Tool. MIRU frac equipment.
- 18. Perform fracture treatment on Chacra as described by service company procedure.
- 19. RD frac equipment.
- 20. PU bit, bit sub, 2-3/8" workstring. RIH and tag fill. RU power swivel. Circulate and cleanout frac sand and drill up CBP @ 3225'.
- 21. Continue cleaning out to PBTD @ 4538'. POOH.
- 22. PU 2-3/8" production tubing string and land production tubing with EOT @+/-4321'.
- 23. ND BOPS. NU wellhead.
- 24. Set up for plunger lift.
- 25. RD WO rig and MOL.

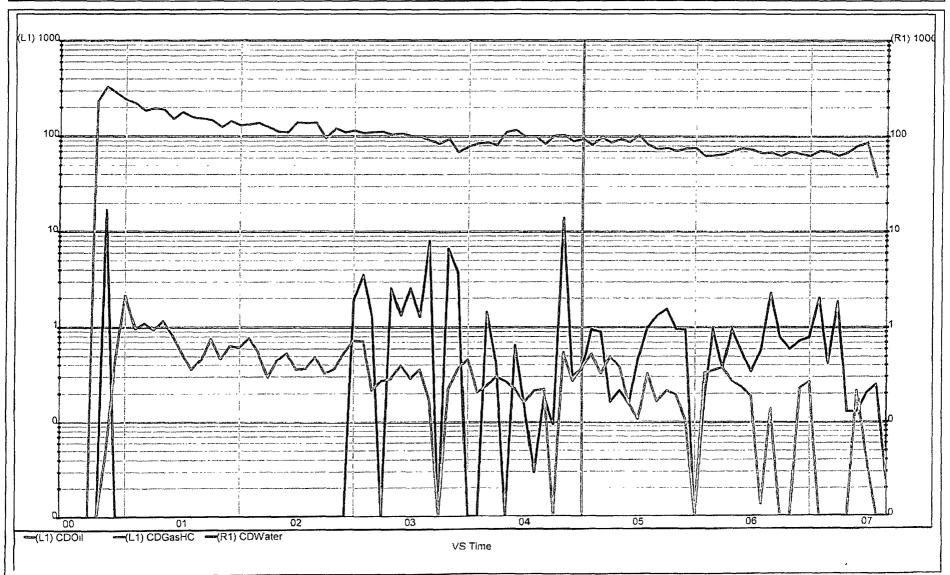


Blanco 1A San Juan County, New Mexico Current Well Schematic



Name: BLANCO 1A ID: 30045302040001 Type: Completion Format: [p] Comp - CDProd vs Time

API #::30045302040001	WELL::BLANCO 1A	PROD_METH.PL	FIELD:FLD-BLANCO MV	
LEASE:BLANCO	SEC-T-R:1 - N027 - W009	WELL_STATUS;PD	LASTOCUM:0.90579000	
LASTGCUM.276.68800000	LASTWCUM ⁻ 2.71766000			



AVERAGE OF CHACRA IP PRODUCTION IN AREA OF BLANCO #1A WELL

										Oil -	IP Gas -	
Primary API	Lease Name	Well	Operator	UL	SEC	TWN	RNG	Status	Prod Zone	bbl/d	mcf/d	Wtr - bbl/d
300452153200 BLAI	NCO	25 FOUR ST	AR OIL & GAS COMPANY	Ε	12	27N	9W	ACT	CHACRA	0.00	170	0.00
300450677300 BUR	ROUGHS COM B	4 FOUR ST	AR OIL & GAS COMPANY	М	2	27N	9W	ACT	CHACRA	0.00	100	0.00
300452152300 HAN	COCK	7 BURLING	TON RESOURCES O&G CO LP		35	28N	9W	ACT	CHACRA	0 00	103	0.00
300452156300 HAN	COCK A	10 BURLING	TON RESOURCES O&G CO LP		35	28N	9W	ACT	CHACRA	0 00	233	0.00
300452153300 JAQ	JES COM	1 FOUR ST	AR OIL & GAS COMPANY	0	2	27N	9W	ACT	CHACRA	0.00	170	0.00
300452279500 NAV	AJO ALLOTTED GAS COM B	1A BP AMER	ICA PRODTN CO		36	27N	9W	ACT	CHACRA	0.73	304	2 94
300450699100 NAV	AJO ALLOTTED GC B	1 BP AMER	ICA PRODTN CO		36	27N	9W	ACT	CHACRA	1.07	310	4 35
300452267200 NELI	LIE PLATERO .	5-A FOUR ST	AR OIL & GAS COMPANY	1	11	27N	9W	ACT	CHACRA	0.00	180	1 00
300452362700 NELI	LIE PLATERO	6 FOUR ST	AR OIL & GAS COMPANY	L	11	27N	9W	ACT	CHACRA	0.00	140	0 10
300452458300 SCH	WERDTFEGER A	3E XTO ENE	RGY INCORPORATED	L	6	27N	8W	ACT	CHACRA	0.00	125	0.00
300453105100 SCH	WERDTFEGER A	3F XTO ENE	RGY INCORPORATED	F	6	27N	W8	ACT	CHACRA	0 00	75	0.00
300453105200 SCH	WERDTFEGER A	5F XTO ENE	RGY INCORPORATED	1	6	27N	W8	ACT	CHACRA	0 00	90	0.00
300450703700 SCH	WERDTFEGER A LS	9 BP AMER	ICA PRODTN CO		31	28N	8W	ACT	CHACRA	0.07	84	0.00
300452655900 SCH	WERDTFEGER A LS	10A BP AMER	ICA PRODTN CO		31	28N	W8	ACT	CHACRA	0.10	225	0.00
300452663600 SCH	WERDTFEGER A LS	9A BP AMER	ICA PRODTN CO		31	28N	W8	ACT	CHACRA	0 19	232	0.00
300452668300 SCH	WERDTFEGER A LS	1A BP AMER	ICA PRODTN CO		36	28N	9W	ACT	CHACRA	0.00	248	0 00
300452532200 STO	REY C	2M BP AMER	ICA PRODTN CO		35	28N	9W	ACT	CHACRA	0 00	. 85	0.00
300452093200 TUR	NER-HUGHES	18 BURLING	TON RESOURCES O&G CO LP		11	27N	9W	INACT	CHACRA	0 00	195	0.00

Λ	VEDAGE OF	MECAVEDDE	PRODUCTION	EDOM BLAN	ICO #14 WELL
м	ひとんみいと ひと	WENDVERUE	PRODUCTION	FRUIN BLAN	II.(#14 VVF

								O11	Ous		
							Date	bbl/d	mcf/d	Wtr - bbi/d	i
300453020400 BLANCO	1A FOUR STAR OIL & GAS COMPANY	1	27N	9W	ACT	MESAVERDE	3/31/07	0.00	70	0 42	1
							4/30/07	0.00	63	1 87	*
							5/31/07	0.00	68	0 13	į
							6/30/07	0.22	80	0 13	j
							7/31/07	0 04	86	0 20	j
							8/31/07	0.00	38	0 25	j

Average Chacra IP:

Average Mesaverde:

0.12

0.04

Oil -

170

Gas -

0.47

0.50

PROPOSED DHC ALLOCATION PERCENTAGES FOR BLANCO #1A WELL

	OIL	GAS	WTR
CHACRA	73%	72%	48%
MESAVERDE	27%	28%	52%

Field: BLANCO Well: BLANCO 1A API: 30045302040001

COMPLETION: MESAVERDE

FIELD: BLANCO MV

	Cond (bbl/d)	Water (bbl/d)	Gas (mcf/d)
3/31/2007	0	0.42	69.52
4/30/2007	0	1.87	62.9
5/31/2007	0	0.13	68.32
6/30/2007	0.22	0.13	79.63
7/31/2007	0.04	0.2	86
8/31/2007	0	0.25	37.58
Average:	0.04	0.5	67