

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

Name of Operator

Breck Operating Company

a. Address

7415 E. Main, Farmington, NM, 87402

3b. Phone No. (include area code)

505-327-4892

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

2250' FNL and 1900' FWL, Section 3, T27N, R10W

5. Lease Serial No.

SF-077382

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Kutz Government #7S

9. API Well No.

30-045-31736

10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

11. County or Parish, State

San Juan

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

13. Describe Proposed or Completed Operations (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.)

9/13/03 Spud surface hole. Drilled to 135'.

Ran 3 jts. (125.93') of 7", 23#, K-55, LT&C casing and set 131' KB. Cemented with 50sx (59 cu. ft.) of Cl "B"

with 3% CaCl₂ and 1/4#/sk celloflake. Displaced cement with 4.0 bbls of water. Circulated 5.0 bbls of good cement to surface.

Install casing head & NU BOP. Pressure test BOP and casing to 600 psi. Ran 48 jts (2076.65') of 4-1/2", 10.5#, J-55, ST&C new casing and landed at 2082' KB. Insert float is at 2059' KB. Cemented with 250 sx (523 cu. ft.) of Cl "B" 2% econolite cement with 1/4#/sk celloflake and 5#/sk gilsonite, followed by 100sx (123 cu.ft.) of Cl "B" with 1/4#/sk celloflake and 4#/sk gilsonite. Circulated 30 bbls of cement to surface.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Paul Thompson

Title

Engineer/Agent

Signature

Date

October 7, 2003

THIS SPACE FOR FEDERAL OR STATE USE

ACCEPTED FOR RECORD

Approved by

Title

Date

OCT 27 2003

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

FARMINGTON FIELD OFFICE

Title 18 U.S.C. Section 1001, 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.