

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

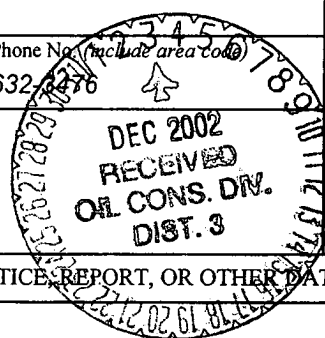
RECEIVED

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

DEC 20 11:58 AM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

| | | |
|--|---|---|
| 1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMSF-078067 |
| 2. Name of Operator Elm Ridge Resources, Inc. | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address PO Box 189 Farmington, NM 87499 | 3b. Phone No. (include area code) 505-632-3476 | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 675' FSL & 1909' FEL Sec. 14-T25N-R12W | | 8. Well Name and No. Carson 14 #324R |
| | | 9. API Well No. 30-045-31007 |
| | | 10. Field and Pool, or Exploratory Area Basin Fruitland Coal |
| | | 11. County or Parish, State San Juan, New Mexico |



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

| TYPE OF SUBMISSION | TYPE OF ACTION |
|--|---|
| <input checked="" 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 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 Drilling |
| | <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 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.)

Spud well on 10/30/02 @ 2:00 Pm. Drilled 12-1/4 hole to 145' KB. Ran 3-joints 8-5/8, 24# J-55 STC casing set @ 138.76' KB. Cemented w/ 100 sx Class "B", 2% CC, 1/4# Celloflake. Displace 6.6 bbls water @ 0 - 200 PSI @ 3 BPM. Bump plug w/ 900 PSI. Plug down @ 12:30 AM on 10-30-02. Circulate 8 bbls cement to surface. Drilled 7-7/8 hole to 1318' KB. TD reached @ 2:45 Am on 11-01-02. Ran 32-joints 4-1/2, 11.6#, J-55 LTC casing set @ 1318.15. Cemented w/ 170 sx Class "B", 2% Metasilicate, 1/4# Celloflake and 170 sx Class "B", 1/4# Celloflake. Bump plug w/1000 PSI - float held. Plug down @ 9:15 Am on 11-01-02. Circulate 25 bbls cement to surface. Rig down cementers. Set slips. Cut off casing. Release rig. Install wellhead.

Certified Return Receipt # 7001 0320 0002 6707 2221

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

| | |
|---|--------------------------------|
| Name (Printed/Typed) Trudy Grubelnik | Title Production Technician |
| Signature | Date November 13, 2002 |

ACCEPTED FOR RECORD

| THIS SPACE FOR FEDERAL OR STATE USE | | |
|---|--------|---|
| Approved by | Title | Date DEC 02 2002 |
| 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 BY [Signature] |

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