

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

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

RECEIVED  
AUG 13 11:09

5. Lease Serial No.  
NO-G-9811-1312

6. If Indian, Allottee or Tribe Name  
09

7. If Unit or CA/Agreement, Name and/or No.  
01

8. Well Name and No.  
Kelly #1R FC

9. API Well No.  
30-045-31002

10. Field and Pool, or Exploratory Area  
Basin Fruitland Coal

11. County or Parish, State  
San Juan, New Mexico

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

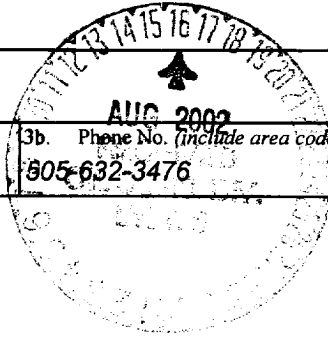
1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
Elm Ridge Resources, Inc.

3a. Address  
PO Box 189 Farmington, NM 87499

3b. Phone No. (include area code)  
805-632-3476

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
800' FWL & 765' FSL  
Sec. 12-T27N-R13W



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 <u>Drilling</u>
	<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 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.)

Spud well on 4:00 PM on 03/04/02. Drill 8-3/4 hole to 135'. Ran 3-joints 7" set @ 132.70' KB. Cement w/70 sx cement Class "B" cement, 2%, 1/4# celloflake. Displace w/21 bbls water. Plug down @ 14:25. Circulate 6 bbls to surface. Drill 6-1/4 hole to 1400' KB. TD reached @ 3/8/02. Ran 32-joints 4-1/2, 11.6 # N-80 LTC casing set @ 1385.64' KB. Cemented w/155 sx Class "B"(80 sx - 12-6 lead and 75 sx - 15-6 tail). Bump plug to 1200 PSI. Circulate 6 bbls to surface. Rig down cementers. Set slips. Cut off casing. Release rig. Install wellhead. R/U Computalog and run CBL. Perforate from 1190 to 1240' KB w/.34" hole, 4 SPF. R/U American Energy and frac well w/500 gallons 10% Formic Acid and 70,000# Super LC Sand, 20# AmborMax Gel w/crosslinks in 1,2,3,4 and 5# stages. AIR - 41.5 BPM. ATP - 3275. ISIP - 1500.

Certified Return Receipt # 7001 0320 0002 6707 1293

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

Name (Printed/Typed) Trudy Grubelnik	Title Production Technician
Signature <i>Trudy Grubelnik</i>	Date August 8, 2002

THIS SPACE FOR FEDERAL OR STATE USE

ACCEPTED FOR RECORD

Approved by	Title	Date
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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, 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.

(Instructions on reverse)

NMOCD