

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
**OCD-ARTESIA**FORM APPROVED  
OMB 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.**1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator  
**Chi Operating, Inc.**3a. Address  
**P.O. Box 1799 Midland, Texas 79702**3b. Phone No. (include area code)  
**432-685-5001**

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

**Unit Letter A, 660 FNL & 660 FEL, Section 15, T-16-S, R-27-E**5. Lease Serial No.  
**NM-84851**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.  
**26494**8. Well Name and No.  
**Carbon Valley "15" Fed #1**9. API Well No.  
**30-015-31281**10. Field and Pool, or Exploratory Area  
**Maljamar Grayburg-San Andres**11. County or Parish, State  
**Eddy, New Mexico****12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

## 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 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.)

8-5/8" csg @ 1,578' w/ 600 sx, circ.; 5 1/4" 17# csg @ 8,900' w/ 600 sx on 1st stage, TOC @ 6,025' CBL, 400 sx on 2nd stage, TOC 2,120' by CBL. DV tool 3,397'; Open perfs 8,622 - 8,640'. 2-7/8" tubing & packer @ 8,541'

07/07/06 MIRU Triple N rig #22 & plugging equipment. Set steel pit. SDFN.

07/10/06 Notified BLM, Paul Swartz. Killed well and NU BOP. POOH w/ production tubing. RIH w/ CIBP. SDFN.

07/11/06 BLM Paul Swartz, on location. Set CIBP @ 8,553'. Circulated hole w/ mud, pumped 50 sx C cmt on CIBP 8,553 - 8,027'. Pumped 25 sx C cmt 6,346 - 6,094'. Perforated casing @ 4,800'. RIH w/ packer, unable to establish rate @ 1,800 psi. Pumped 25 sx C cmt @ 4,849'. POOH w/ tbg, SDFN.

07/12/06 Notified BLM, Paul Swartz, on location. Tagged cmt @ 4,692'. Pumped 25 sx C cmt 3,400 - 3,148' across DV tool. Cut and pulled 1,952' 5 1/4" casing. RIH w/ tubing, pumped 45 sx C cmt @ 2,015'. WOC and tagged cmt @ 1,850'. Pumped 50 sx C cmt @ 1,637'. POOH w/ tubing to 409' and SDFN.

07/13/06 Tagged cmt @ 1,490'. Pumped 35 sx C cmt 409 - 273'. Pumped 15 sx C cmt 60' to surface, RDMO.

Cut off wellhead & anchors, install dry hole marker

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

**James F. Newman, P.E.**Title **Engineer, Triple N Services, Inc. 432-687-1994**

Signature

Date

**07/24/2006****THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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.

Title

Date

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.

(Instructions on page 2)

AFMSS