

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE*
(Other instructions on re-
verse side)

Budget Bureau No. 1004-0135
Expires August 31, 1985

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	5. LEASE DESIGNATION AND SERIAL NO NM 4454
2. NAME OF OPERATOR SCHALK DEVELOPMENT CO.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
3. ADDRESS OF OPERATOR P. O. Box 25825 / Albuquerque, NM	7. UNIT AGREEMENT NAME
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.) At surface 1,650' FSL & 790' FEL	8. FARM OR LEASE NAME SCHALK 54
	9. WELL NO. 2
	10. FIELD AND POOL, OR WILDCAT Blanco Mesa Verde
	11. SEC., T., R., M., OR BLM. AND SURVEY OR AREA Sec. 2, T-30N, R-5W
14. PERMIT NO.	12. COUNTY OR PARISH Rio Arriba
15. ELEVATIONS (Show whether OF, RT, GR, etc.) 6,581 KB	13. STATE New Mexico

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
SHOOT OR ACIDIZE <input checked="" type="checkbox"/>	ABANDON* <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ABANDONMENT* <input type="checkbox"/>
REPAIR WELL <input checked="" type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	(Other) <input type="checkbox"/>	

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

We propose to slim hole this well to correct defective casing and improve production. The work would be as follows:

- 1) Kill well and place sand over existing perforations.
- 2) Pull existing tubing and run 2-7/8" yellow band tubing to 5,500'.
- 3) Cement 2-7/8" tubing in place using 50% excess cement.
- 4) Run coil tubing and remove sand from existing perforations.
- 5) Acidize with 250 gallons of 7-1/2% HCL and 100,000 cu.ft. nitrogen. Clean perforations and formation.
- 6) Blow nitrogen back and bring well on line.

We anticipate a significant increase in this well's production after this work is completed.

RECEIVED
MAY 3 1994
OIL CON. DIV.
DIST. 3

RECEIVED
BLM
94 APR 25 PM 1
070 FIELDWORK

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

TITLE General Manager

DATE 4/20/94

(This space for Federal or State office use)

APPROVED BY
CONDITIONS OF APPROVAL, IF ANY:

TITLE

DATE

APPROVED
APR 20 1994

*See Instructions on Reverse Side