



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

OCT 06 2008

OCD-ARTESIA

FORM APPROVED
Budget Bureau No 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1 Type of Well

Oil Well Gas Well Other

2 Name of Operator

CHI OPERATING, INC.

3 Address and Telephone No

P.O. BOX 1799 MIDLAND, TEXAS 79702

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

1497' FSL & 2022' FEL, Sec. 8-T18S-R27E

5 Lease Designation and Serial No

6 If Indian, Allottee or Tribe Name

7 If Unit or CA, Agreement Designation

8 Well Name and No

OXY Whipsnake Federal #1

9 API Well No

30-015-35031

10 Field and Pool, or Exploratory Area

Undes. Red Lake Atoka -Morrow

11 County or Parish, State

Eddy

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

TYPE OF SUBMISSION

Notice of Intent
 Subsequent Report
 Final Abandonment Notice

TYPE OF ACTION

Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other
 Change of Plans
 New Construction
 Non-Routine Fracturing
 Water Shut-Off
 Conversion to Injection
 Dispose Water

ACCEPTED FOR RECORD

OCT 7 2008

Gerry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

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

13 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)*

Set 450 sx Class C 17# cement plug from 6335' - 5400'. WOC. RIH w/ 8 3/4" bit and dress plug off to approximately 5500' Rig up directional drillers and time drill plug. Continue drilling to approximately 8000'. Pull directional tools. RIH with conventional BHA. Drill to TD 9650' Kickoff is planned at 5500' TVD (gyro shows wellbore at 12' with azimuth of 320 deg. Surface location is 1980' FSL and 2250' FEL. Plan is to drill 4 1/2 deg hole with approximate vertical section of 60' at a 120 deg azimuth (SE of surface location) before pulling directional tools.
Ronnie Rogers received verbal approval from Mr. Cabyak at the BLM.

14 I hereby certify that the foregoing is true and correct

Signed Pam Corbett Title Regulatory Clerk Date 7/28/2008
PAM CORBETT 4324855001 pamc@chienergyinc.com

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any:

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

*See Instructions on Reverse Side

LES BABYAK
PETROLEUM ENGINEER

APPROVED

SEP 30 2008

APPROVED

OXY WHIPSNAKE FEDERAL #1

° SCIENTIFIC DRILLING CONTROLS °

KEEPER GYRO SURVEY

Directional Survey Report

for

UAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAA
3 CHI OPERATING
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U

Well Number : OXY WHIPSNAKE FEDERAL #1
Well Location : EDDY COUNTY, NEW MEXICO
Job Number : 32K0708589
Location Latitude : 32.760
Survey Date : 27-JUL-2008
S.D.C. Personnel : LEO GARZA
Length Units : Feet
North Reference : TRUE North
Grid Correction : 0.00 Degrees
Survey Depth Zero : RKB
Proposal Direction :
Calculation Method : Minimum Curvature

Remarks : The INRUN Survey will be called definitive

° SCIENTIFIC DRILLING CONTROLS °

Inrun Survey for CHI OPERATING

Page 1

Well No.: OXY WHIPSNAKE FEDERAL Date : 27-JUL-2008
Job No. : 32K0708589 TRUE Proposal : 0.00

Table with 8 columns: Depth (Feet), T.V.D. (Feet), V.S. (Feet), Inc. Deg., Azimuth Deg., Latitude (Feet), Departure (Feet), D-leg /100. Rows show data from 0.00 to 500.00 depth.

OXY WHIPSNAKE FEDERAL #1

600.00	599.89	-4.14	1.48	246.94	-4.14	-9.16	0.20
700.00	699.86	-5.12	1.49	248.87	-5.12	-11.56	0.05
800.00	799.82	-6.18	1.69	246.19	-6.18	-14.12	0.21
900.00	899.78	-7.25	1.75	251.83	-7.25	-16.92	0.18
1000.00	999.73	-8.20	1.71	251.44	-8.20	-19.79	0.04
1100.00	1099.69	-9.13	1.57	250.63	-9.13	-22.49	0.14
1200.00	1199.65	-10.09	1.50	247.58	-10.09	-25.00	0.11
1300.00	1299.62	-11.08	1.67	250.22	-11.08	-27.58	0.18
1400.00	1399.58	-11.98	1.56	252.41	-11.98	-30.25	0.13
1500.00	1499.54	-13.00	1.66	245.25	-13.00	-32.86	0.22
1600.00	1599.50	-14.07	1.52	249.57	-14.07	-35.42	0.18
1700.00	1699.46	-15.04	1.62	249.21	-15.04	-37.98	0.10
1800.00	1799.42	-16.02	1.51	248.56	-16.02	-40.53	0.11
1900.00	1899.38	-17.00	1.66	249.65	-17.00	-43.11	0.15
2000.00	1999.34	-18.02	1.60	248.36	-18.02	-45.77	0.07
2100.00	2099.31	-19.00	1.51	249.58	-19.00	-48.30	0.10
2200.00	2199.27	-19.95	1.64	249.67	-19.95	-50.88	0.13
2300.00	2299.24	-20.95	1.33	244.64	-20.95	-53.27	0.34
2400.00	2399.21	-21.89	1.27	246.17	-21.89	-55.33	0.07
2500.00	2499.19	-22.69	1.20	250.73	-22.69	-57.33	0.12
2600.00	2599.17	-23.34	1.11	251.50	-23.34	-59.24	0.09
2700.00	2699.15	-23.88	1.13	256.46	-23.88	-61.12	0.10
2800.00	2799.13	-24.37	0.96	251.53	-24.37	-62.87	0.19
2900.00	2899.12	-24.83	0.87	255.45	-24.83	-64.40	0.11
3000.00	2999.10	-25.16	0.94	259.90	-25.16	-65.94	0.10
3100.00	3099.09	-25.46	0.93	258.89	-25.46	-67.55	0.02
3200.00	3199.08	-25.75	0.80	258.91	-25.75	-69.03	0.13
3300.00	3299.07	-26.04	0.82	257.50	-26.04	-70.41	0.03
3400.00	3399.06	-26.22	0.76	268.56	-26.22	-71.77	0.16
3500.00	3499.05	-26.12	0.84	278.40	-26.12	-73.16	0.16
3600.00	3599.04	-25.91	0.71	280.02	-25.91	-74.50	0.13
3700.00	3699.03	-25.73	0.72	276.30	-25.73	-75.73	0.05
3800.00	3799.03	-25.52	0.74	282.84	-25.52	-76.98	0.09
3900.00	3899.02	-25.25	0.78	281.14	-25.25	-78.28	0.05
4000.00	3999.01	-25.00	0.69	281.30	-25.00	-79.54	0.09
4100.00	4099.00	-24.78	0.77	278.83	-24.78	-80.80	0.09
4200.00	4198.99	-24.44	0.83	288.92	-24.44	-82.14	0.15
4300.00	4298.98	-23.91	0.97	290.40	-23.91	-83.62	0.14
4400.00	4398.96	-23.25	1.02	294.30	-23.25	-85.23	0.08
4500.00	4498.95	-22.48	0.91	300.69	-22.48	-86.72	0.15
4600.00	4598.94	-21.70	0.88	298.44	-21.70	-88.08	0.05
4700.00	4698.92	-20.95	1.00	296.72	-20.95	-89.53	0.12
4800.00	4798.91	-20.15	1.06	296.11	-20.15	-91.14	0.06
4900.00	4898.89	-19.31	1.03	298.22	-19.31	-92.77	0.05
5000.00	4998.87	-18.48	1.05	296.16	-18.48	-94.38	0.04
5100.00	5098.86	-17.52	1.12	305.21	-17.52	-96.00	0.18
5200.00	5198.84	-16.32	1.05	313.99	-16.32	-97.46	0.18
5300.00	5298.82	-14.92	1.22	315.48	-14.92	-98.87	0.17
5400.00	5398.80	-13.43	1.22	313.31	-13.43	-100.39	0.05
5500.00	5498.77	-11.98	1.16	315.27	-11.98	-101.87	0.07
5600.00	5598.75	-10.58	1.12	314.72	-10.58	-103.28	0.04
5700.00	5698.73	-9.21	1.18	310.90	-9.21	-104.75	0.10
5800.00	5798.71	-7.98	1.11	305.14	-7.98	-106.32	0.13

OXY WHIPSNAKE FEDERAL #1							
5900.00	5898.69	-6.78	1.20	308.11	-6.78	-107.94	0.11
6000.00	5998.67	-5.41	1.20	313.49	-5.41	-109.52	0.11
6100.00	6098.65	-4.03	1.20	309.07	-4.03	-111.10	0.09
6200.00	6198.63	-2.84	0.95	309.57	-2.84	-112.55	0.25
6300.00	6298.61	-1.69	1.12	309.54	-1.69	-113.94	0.17
6400.00	6398.60	-0.47	0.98	315.04	-0.47	-115.30	0.17
6500.00	6498.59	0.69	0.81	321.37	0.69	-116.34	0.20
6600.00	6598.57	1.84	0.89	320.44	1.84	-117.28	0.08
6700.00	6698.56	3.01	0.89	316.77	3.01	-118.31	0.06
6800.00	6798.55	4.16	0.90	317.88	4.16	-119.36	0.02
6900.00	6898.54	5.37	0.99	316.69	5.37	-120.48	0.09
7000.00	6998.52	6.73	1.14	318.05	6.73	-121.74	0.15
7100.00	7098.50	8.19	1.21	312.61	8.19	-123.18	0.13
7200.00	7198.47	9.70	1.34	313.12	9.70	-124.81	0.13
7300.00	7298.45	11.27	1.26	314.43	11.27	-126.45	0.09
7390.00	7388.43	12.78	1.34	320.56	12.78	-127.83	0.18

The Horizontal Displacement (in Feet) at
Measured Depth 7390.00 is 128.47 in a Direction of 275.71 Degrees
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