

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

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 ☐ Other

2. Name of Operator

SCHALK DEVELOPMENT Co.

3a. Address

P.O. Box 25825, ALBUQUERQUE, NM 87125

3b. Phone No. (include area code)

(505) 881-6649

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

1,945' FNL & 1,800' FWL, SEC. 3, T-30N, R-5W

5. Lease Serial No.

NM 4455

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

SCHALK 55 #200

9. API Well No.

30-039-30018

10. Field and Pool, or Exploratory Area

BASIN FRUITLAND COAL

11. County or Parish, State

RIO ARriba COUNTY, NM

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ 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 **SPUD NOTICE,
SET SURFACE,
PRESSURE TEST**

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.)

WELL SPUD AT 3:30 P.M. ON 6/19/07. DRILL 12-1/4" HOLE TO 226'.
RUN 5 JOINTS OF 9-5/8", J55, 36# CASING. SET CASING AT 216.05'.
CEMENT WITH 110 SACKS G CEMENT WITH 2% CALCIUM CHLORIDE,
1/8 POLYFLAKE. WEIGHT 15.60 LBS./GAL.; YIELD 1.18 CUFT/SACK;
5.20 GAL. WATER PER SACK. PLUG DOWN AT 10:40 A.M. ON 6/19/07.
FULL CIRCULATION TO SURFACE. WOC 12 HOURS. PRESSURE
TEST TO 1,500 PSI FOR 30 MINUTES.

RCVD JUL 2'07
OIL CONS. DIV.
DIST. 3

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

Name (Printed/Typed)

STEVE SCHALK

Title

MANAGER

Signature

Date

06/25/07

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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 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 reverse)

JUL 02 2007

NMOCD

FARMINGTON FIELD OFFICE