

UNITED STATES
DEPARTMENT OF THE INTERIOR **OCD-HOBBS**
BUREAU OF LAND MANAGEMENT

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 Other

2. Name of Operator **CHI OPERATING**

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 J Sec. 1T-22S-R33E 1980 FSL & 1980 FEL

5. Lease Serial No.
NM-96243

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
Mesa Verde Federal #1

9. API Well No.
30-05-37701

10. Field and Pool, or Exploratory Area

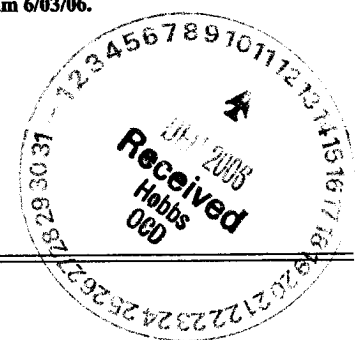
11. County or Parish, State
Lea County

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

TYPE OF SUBMISSION	TYPE OF ACTION				
<input 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 checked="" 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 type="checkbox"/> Other Csg's	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	cmt	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal		

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 recomplate 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 recomplate 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 4/06/06. Drld 17 1/2" hole t/975'. Ran 13 3/8" J-55 54.5# STC csg. Cmtd w/Lead 538 sx "C" + 35:65 POZ 6% Gel + 5% SALT + .25# CF, Tail 250sx "C" + 2% CaCL, circ 200sx. WOC 11 1/4 hrs. NU BOP, tst BOP-OK, tst csg t/500#-OK, 30 min. Drld 12 1/4" hole t/5155'. Ran 9 5/8" 47# N-80 csg. Cmtd w/1stg Lead 550sx "C" + 35:65:6(POZ-C-Gel) + 3# LCM1 + 5% SALT + 1/4# CF, Tail 200 "C" + 1% CaCL2, circ 634sx. WOC-8 hrs. NU BOP, tst BOP-OK, tst csg t/1500#-OK-30 min. Drld 8 1/2" hole t/12,280'. LD BHA ran logs. Ran 7" 26# P110 csg. Cmtd w/1st stg Lead 390sx 61:15;11 + .6% FL-25 + 3% SMS + 1# EC-1+3# LCM-1, circ 49sx, 2nd stg 250sx 35:65:6 + 3% FL-52 + .25# CF, Tail 210sx, didn't circ cmt to surf, est TOC @ 3700'. NU BOP, tst BOP, tst csg t/1000#-OK-30 min. Drld 6 1/8" hole t/15,050'. Ran 4 1/2" liner P-110 LTC. Cmtd w/435sx "H" + 6% BA-10 + .5% CD-32 1% FL-62 + .2% R-3. Tst lines t/4200#. Released Rig 6:00am 6/03/06.



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

ROBIN ASKEW

Title **REGULATORY CLERK**

Signature

Date

08/08/2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

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

DEC 7 2006

Office

WESLEY W INGRAM

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 Federal or State officer or employee any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

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