

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**APPLICATION FOR PERMIT TO DRILL OR REENTER**

632

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☐ Single Zone ☐ Multiple Zone

2. Name of Operator

Chi Operating, Inc.

3a. Address

P.O. Box 1799 Midland, TX 79702

3b. Phone No. (include area code)

(915) 685-5001

4. Location of Well (Report location clearly and in accordance with any State requirements. \*)

At surface 1725' FNL & 660' FEL

At proposed prod. zone same

Unit H

Secretary's Potash

14. Distance in miles and direction from nearest town or post office\*

16 road miles S. of Loco Hills, NM

15. Distance from proposed\*  
location to nearest  
property or lease line, ft.  
(Also to nearest drig. unit line, if any) 660'

16. No. of Acres in lease

280

17. Spacing Unit dedicated to this well

320

18. Distance from proposed location\*  
to nearest well, drilling, completed,  
applied for, on this lease, ft.

177'

19. Proposed Depth

12,400'

20. BLM/BIA Bond No. on file

NM-1616

21. Elevations (Show whether DF, KDB, RT, GL, etc.)

3509' GL

22. Approximate date work will start\*

5/14/01

23. Estimated duration

4 weeks

24. Attachments

Capitan Controlled Water Basin

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature

George R. Smith

Name (Printed/Typed)

George R. Smith

Date

03/29/01

Title

Agent for Chi Operating, Inc.

Approved by (Signature)

(ORIG. SGN.) M. J. CHAVEZ

Name (Printed/Typed)

(ORIG. SGN.) M. J. CHAVEZ

Date JUN 29 2001

Title

STATE DIRECTOR

Office

NM STATE OFFICE

Application approval 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.

Conditions of approval, if any, are attached.

**APPROVAL FOR 1 YEAR**

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)

Lease Responsibility Statement: Chi Operating, Inc. accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof.

**APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS  
ATTACHED**



George R. Smith, agent

NM STATE OFFICE

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