

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

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.

5. Lease Serial No.
NM-0560353

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
Munchkin Federal, Well #5

9. API Well No.
30-015-32025

10. Field and Pool, or Exploratory Area
Benson Bone Spring

11. County or Parish, State
Eddy

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

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 (Footage, Sec., T. R., M., or Survey Description)
1200' FSL & 2150' FEL
Sec. 1-T19S-R30E

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 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 checked="" type="checkbox"/> Other <u>APD extension</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

3. 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.)

Chi Operating, Inc. requests that the Application for Permit to drill the above captioned well be extended for one additional year from the APD approval date of September 26, 2001. This will extend the APD to September 25, 2003.

Approved For 12 Month Period
Ending 9/26/03

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

Title Agent for Chi Operating, Inc.

Signature George R. Smith

Date May 2, 2002

Approved by (Signature) **(ORIG. SGD.) JOE G. LARA**

Name **Petroleum Engineer** Title **FIELD MANAGER**

Office **CARLSBAD FIELD OFFICE** Date **10/3/02**

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 land which would entitle the applicant to conduct operations thereon.

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.

RECEIVED

2002 MAY - 3 AM 9: 33

BUREAU OF LAND MGMT.
ROSWELL OFFICE

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

5. Lease Serial No.
NM-0560353

6. If Indian, Allottee or Tribe Name

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

8. Lease Name and Well No.
Munchkin Federal, Well # 5

9. API Well No.

10. Field and Pool, or Exploratory
Benson Bone Spring

11. Sec., T., R., M., or Blk. and Survey or Area

Sec. 1-T19S-R30E

12. County or Parish
Eddy

13. State
NM

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 1200' FSL & 2150' FEL
At proposed prod. zone same

SUBJECT TO LIKE APPROVAL BY STATE

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) 120'

16. No. of Acres in lease
2160.32

17. Spacing Unit dedicated to this well
40

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.
930'

19. Proposed Depth
6,700'

20. BLM/BIA Bond No. on file
NM-1616

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3501' GL

22. Approximate date work will start*
6/11/01

23. Estimated duration
3 weeks

Secretary's Potash

24. Attachments

Captain 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:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- 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
05/10/01

Title

Agent for Chi Operating, Inc.

Approved by (Signature)
/S/ RICHARD A. WHITLEY
Name (Printed Typed)
/S/ RICHARD A. WHITLEY
Date
SEP 26 2001

Title
ASSOC. 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**

**DECLARED WATER BASIN
CEMENT BEHIND THE
CASING MUST BE CIRCULATED**