| Form 3160-5<br>(June 1990) DEPARTMENT OF TH<br>BUREAU OF LAND MA<br>SUNDRY NOTICES AND RE  | E INTERIOR 1301 W.<br>NAGEMENT Artesia   | , NM 88210<br>5. Lease Designation  | FORM APPROVED<br>FORM APPROVED<br>Sudget Bureau No. 1004-0135<br>Expires: March 31, 1993<br>and Serial No.<br>MLC-064490 |
|--|--|---|--|
| Do not use this form for proposals to drill<br>Use "APPLICATION FOR PERMI  | or to deepen or reentry to a differ<br>T-" for such proposals  | 6. If Indian, Allottee o<br>ent reservoir.  | r Tribe Name   |
| SUBMIT IN TRIPL       1. Type of Well       Oil       Well       Well   Other  | ICATE  | 7. If Unit or CA, Agree   |  |
| 2. Name of Operator<br>CHI OPERATING, INC.<br>3. Address and Telephone No.<br>P.O. BOX 1799 MIDLAND, TEX   | AS 79702   | Paloma Fer  | deral Com. #1<br>-32090  |
| 4. Location of Well (Footage, T., R., M., or Survey Description)<br>1980' FSL & 660' FWL<br>Sec. 10 T22S-R26E  | Signal Si |   | d Morrow S<br>State<br>DY  |
| 12. CHECK APPROPRIATE BOX(s) TO I<br>TYPE OF SUBMISSION  | NDICATE NATURE OF NOTICE, RE<br>TYPE OF  | PORT, OR OTHER DAT  | ΓΑ   |
| Notice of Intent  Subsequent Report  Final Abandonment Notice  | X Abandonment<br>Recompletion<br>Plugging Back<br>Casing Repair<br>Altering Casing   | Change of Plans New Construction Non-Routine Fracturin Water Shut-Off Conversion to Injection   | -  |
| 13. Describe Proposed or Completed Operations (Clearly, state all  | Other  | Dispose Water<br>(Note: Report results of m<br>Completion or Recompleti   | on Report and Log form )   |
| <ul> <li><sup>13.</sup> Describe Proposed or Completed Operations (Clearly state all directionally drilled, give subsurface locations and measeured Spud well on 12/15/01. Drilled 17 1/2" H Cemented with 350 sks "C"+4% gel+2% C Circ. 200 sks. WOC. NU &amp; tested annular 1934'. Cemented w/200 sks "H"+10% gy +2% CaCl2+.25 pps CF. Circ 212 sks. W 7 /78" hole to 11630'. Logged, evaluated P&amp;A'd as follows: 1st plug @ 10950'-107! 60 sks "H". 4th plug @ 2030-1880'-70 sks Tagged @ 1900'-ok by BLM. 5th plug @ 1800/2.</li> </ul> | nole to 500'. Ran 13 3/8"-48.5#-J-<br>aCl2+2 pps Gils & 200 ske "C"+2%<br>to 1000#. Drilled 12 1/4" to 193<br>p+1% CaCL2, 500 sks "C" lite+2 P<br>/OC, NUBOP, choke manifold kill li<br>and decided to P&A. Contacted B<br>50'-65 sks "H", 2nd plug @ 8620-4<br>s "H"+21% CaCl2, tagged. Respot<br>550-450'-40 sks "C". 6th plug @ 6   | 55 & set @ 500'.<br>CaCl2+.25 pps CF.<br>4'. Ran 9 5/8"-36-J-5<br>PS Gils+5% salt & 20<br>nes etc etc to 5000#.<br>LM & got plugging pro<br>20-85 sks "H". 3rd plu<br>4th plug w/70 sks "H" | 5 csg. Set @<br>0 sks "C"<br>Drilled<br>pcedure.<br>Jg @ 5200-5050'-<br>'+4% CaCl2.                                      |

| 14. I hereby certify that the foregoing is true and correct   | itie                               | Date 2/20/2002  |
|---|------------------------------------|---|
| (This space for Federal or State office use) Approved by  | 0                                  | Date  |
| Conditions of appro   |                                    |   |
| Title 18 U.S.C. Se only MAR 5 2002  |                                    | COLPTED FOR RELAT   |
| Title 18 U. S. C. Se only   | fully to make to any department or | agency of the United States any false, fictitious or fraudulent |
| *Se   | e Instructions on Reverse Side     |   |
| Apploant is to plugging of the well bore.<br>Liability under bond is retained until<br>surface tambration is completed. |                                    |   |



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