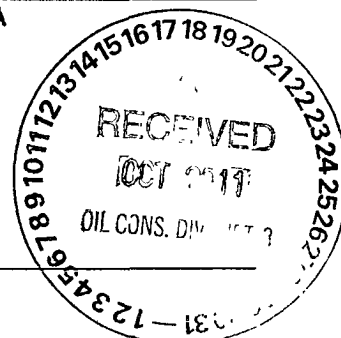


**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**
Sundry Notices and Reports on Wells

<p>1. Type of Well</p> <hr/> <p>2. Name of Operator John E. Schalk</p> <hr/> <p>3. Address & Phone No. of Operator P.O. Box 25825, Albuquerque, NM 87125</p> <hr/> <p>Location of Well, Footage, Sec., T, R, M 790' FSL & 1150' FWL, Section 23, T-30-N, R-4-W,</p>	<p>5. Lease Number NM 4449</p> <p>6. If Indian, All. or Tribe Name</p> <hr/> <p>7. Unit Agreement Name</p> <hr/> <p>8. Well Name & Number Schalk 49 #1</p> <p>9. API Well No. 30-039-20595</p> <p>10. Field and Pool East Blanco PC</p> <p>11. County & State Rio Arriba County, NM</p>
---	--

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA**Type of Submission**☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment**Type of Action**☒ Abandonment☐ Recompletion☐ Plugging Back☐ Casing Repair☐ Altering Casing☐ Other -☐ Change of Plans☐ New Construction☐ Non-Routine Fracturing☐ Water Shut off☐ Conversion to Injection**13. Describe Proposed or Completed Operations**

A-Plus Rig #5 is currently on this location. During work over casing leaks were discovered. John E. Schalk proposes to plug and abandon this well as follows.

Run A-Plus CBL to determine top of cement. Modify P&A as appropriate after review of CBL.

Plug #1: Existing CR at 4100'. Mix and pump 57 sxs Class B cement (30% excess due to casing leaks) from 4100' to 3522' inside casing to cover the PC, Ft, Kirtland and Ojo Alamo tops. TOH. SI well and WOC. RIH and tag cement 50' above top of Ojo Alamo. 2476'

Plug #2: Perforate 3 squeeze holes at 2408'. Establish circulation. Set 4.5" CR at 2358'. Mix and pump 51 sxs Class B cement, squeeze 39 sxs outside 4.5" casing and leave 12 sxs inside casing to cover the Nacimiento top. TOH.

Plug #3: Perforate 3 squeeze holes at 290'. Establish circulation out bradenhead. Mix and pump 110 sxs down 4.5" casing and circulate good cement out bradenhead. SI well and WOC.

ND BOP. Dig out wellhead. Monitor well. Cut off wellhead. Top off cement as necessary and install P&A marker. RD and MOL.

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

Signed Jack Evans Title For John E. Schalk Date October 13, 2011

(This space for Federal or State Office use)

APPROVED BY [Signature] Title Rep. Eng. Date 10/14/11

CONDITION OF APPROVAL, if any:

Title 18 U.S.C. Section 1001 makes it a crime for any person knowingly 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.

NMOC D A