



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

IN REPLY REFER TO:
NMSF 080538
3162.3-1 (211)

October 26, 2005



Schalk Development Company
Attn.: Steve Schalk
PO Box 25825
Albuquerque, NM 87125

Dear Mr. Schalk:

30-039-26755

Reference is made to the following Application for Permit to Drill (APD):

Schalk 57 #2B, located 1785' FNL and 1765' FEL, Section 12, T30N, R5W, Rio Arriba County, New Mexico on federal lease No. NMSF 080538

This APD was approved on December 5, 2001 with an expiration date of November 1, 2005. This APD has been extended three times, with no action taken. Since this APD is nearly four years old, the cultural and environmental conditions will have to be reevaluated, therefore, a new APD will be required if this well is intended to be drilled in the future.

In view of the foregoing, this office is rescinding the approval due to the expiration of this APD.

If you have any questions regarding the above contact Adrienne Brumley at (505) 599-6358

Sincerely,

/s/ Adrienne Brumley

Adrienne Brumley
Petroleum Engineer,
Petroleum Management Team

Enclosures

cc: NMOCD

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

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

SCHALK DEVELOPMENT CO.

3a. Address

P.O. Box 25825, ALBUQUERQUE, NM 87125

3b. Phone No. (include area code)

(505) 881-6649

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1,785' FNL + 1,765' FEL, Sec. 12, T-30N, R-5W

5. Lease Serial No.

NM 4457 8F 080538

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

SCHALK 57 #2B

9. API Well No.

30-039-26755

10. Field and Pool, or Exploratory Area

BLANCO MESA VERDE

11. County or Parish, State

RIO ARriba COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 EXTENSION
	<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	

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 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.)

WE REQUEST AN EXTENSION OF TIME ON THE APPLICATION FOR PERMIT TO DRILL (APD) FOR THIS PROPOSED WELL.

2005 OCT 5 PM 11 14
RECEIVED
OTO FARMINGTON NM

Return APD

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

Name (Printed/Typed)

STEVE SCHALK

Title MANAGER

Signature

Date 09/30/05

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

DENIED

Title

Date

10/26/05

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.

Office

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)

NMOCDC