

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

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

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)

660' FNL & 2630' FWL, Sec 3, T-30N, R-5W

5. Lease Serial No.

NM-4451 03

6. Indian, Allottee or Tribe Name

7. If Unit or Co-Agreement, Name and/or No.

FARMINGTON 111

8. Well Name and No.

Schalk 55 #2A

9. API Well No.

30-039-26739

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 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 checked="" 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 set production casing
	<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 recomplete 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 recompletion 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.)

Ran 154 joints of 4-1/2", 10.5#, J55 production casing and landed at 5,944' with DV Tool set at 3,785' on August 31, 2005. Cemented casing as follows:

1st Stage - Lead: 375 sks 65/35/b/POZ with 8% gel, 1.4# Flocele, 1% C.C. per sack; weight 12.30#/gal.; yield 2.09 cuft/sk; water 11.29 gal/sk. Tail: 150 sks Type III with 1/4# Flocele per sack; weight 14.50#/gal.; yield 1.39 cuft/sk; water 6.40 gal/sk. Circulation lost during cement pumping. Open DV tool and circulate for 4 hours.

2nd Stage - Lead: 1,100 sks 65/35/B/POZ with 8% gel, 1/4# Flocele, 1% C.C. per sack; weight 12.30#/gal.; yield 2.09 cuft/sk; 11.29 water 11.29 gal/sk. Tail: 100 sacks Type III with 1/4# Flocele per sack; weight 14.50#/gal.; yield 1.39 cuft/sk.; water 6.40 gal/sk.

Cement circulated to surface on 2nd stage with cement recovered at surface after displacement. - Please report 1st Stage TDC.

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

Steve Schalk

Title Manager

Signature

Date 09/02/05

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by

Title

Date

SEP 02 2005

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

FARMINGTON FIELD OFFICE

BY

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)

NMOCED