submitted in lieu of Form 3160-5

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MAY 0 5 2008

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

Bureau of Land Management Farmington Field Office

	5.	Lease Number NM-6894
1. Type of Well Gas	6.	If Indian, All. or Tribe Name
	7.	Unit Agreement Name
2. Name of Operator Schalk Development Company		
2 Address 9 Phone No. of Occasion	8.	Well Name & Number
 Address & Phone No. of Operator PO Box 25825, Albuquerque, NM 87125 (505) 881-6649 	9.	Schalk 94 #3 API Well No . 30-045-21365
Location of Well, Footage, Sec., T, R, M	10.	Field and Pool Albino PC
1188' FSL and 1107' FWL, Section 26, T-32-N, R-8-W,		
	11.	County & State San Juan County, NM
12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT,	OTHER D)ATA
Type of Submission Type of Action Notice of Intent X Abandonment Change of Plan	s	
RecompletionNew Construction	on	
X Subsequent Report Plugging Back Non-Routine F	racturing	
Casing Repair Water Shut off High Property Conversion to In Other —	njection	
13. Describe Proposed or Completed Operations		
Schalk Development Company plugged and abandoned the above well on A attached Plug and Abandonment Report.	April 16, 20	008, according to the RCVD MAY 7 '08
		OIL CONS. DIV.
		DIST. 3
14. I hereby certify that the foregoing is true and correct.		120/2
Signed Title Title D	ate <u>4/</u>	30/08
(This space for Federal or State Office use) APPROVED BY Title		Date
APPROVED BY Title Title CONDITION OF APPROVAL, if any:		
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly to make to United States any false, fictitious or fraudulent statements or representations as to a	any depar ny matter	tment or agency of the within its jurisdiction.

NMOCD 5

MECONI POR RECORD MAY 0 6 2008 PARAMETON PRELIFICA

A-PLUS WELL SERVICE, INC.

P.O. BOX 1979

Farmington, New Mexico 87499 505-325-2627 * fax: 505-325-1211

Schalk Development Company Schalk 29-4 #3

April 22, 2008 Page 1 of 2

1188' FSL & 1107' FWL, Section 26, T-32-N, R-8-W

Lease Number: NM-6894 San Juan County, NM API #30-045-21365 Plug & Abandonment Report

Notified BLM / NMOCD on 4/16/08

Plugging Summary:

4/16/08 MOL and RU. Check well pressures: 2.875" casing, 20 PSI; 4.5" casing and bradenhead, 0 PSI. Note: Water flowing full 2" stream from 2.875" casing. Lay relief line to pit. Attempt to pump into casing to stop water flow. Pump 20 bbls at ½ bpm at 300 PSI. Flow did not stop. Shut in well. SDFD.

4/17/08 Valves frozen. Open casing, flowing water. Pump 40 bbls down casing in attempt to kill well at 1 bpm at 700 PSI. Open well. Flow decreased from 2" stream to 1" stream. ND wellhead and 2000# bonnet. Screw in 2.875" nipple, pumping tee with 2" valve, and 2.875" TIW valve. Round trip 2.875" gauge ring to 3765'. RIH with 2.875" CIBP and set at 3765'. Stop water flow. Remove TIW valve. RU 2.875" 3000# companion flange. NU BOP. RIH with 116 joints 1.25" A-Plus tubing workstring and tag CIBP at 3765'. LD 1 joint. Circulate casing with 24 bbls of water. Pressure test 2.875" casing to 500 PSI, held OK.

Plug #1 with CIBP at 3765', mix and pump 15 sxs Class G cement (18 cf) from 3765' up to 3235' to isolate the Pictured Cliffs interval and cover the Fruitland top. PUH with tubing. Shut in well. SDFD.

4/18/08 Open well, no pressure. TIH with 10 stands. Load casing with 1-1/4 bbls of water.

Plug #2 spot 10 sxs Class G cement (12 cf) inside casing from 2694' up to 2341' to cover the Kirtland and Ojo Alamo tops.

TOH with tubing. Perforate 2 bi-wire holes at 1252'. Attempt to establish rate pressured up to 800 PSI with very little bleed off. Perforate 2 bi-wire holes at 1202', same results. Ray Espinoza, BLM representative, approved procedure change to do inside plug. From 1302' to 1000'. TIH with 18 stands. Load casing with ½ bbl of water.

Plug #3 spot 10 sxs Class G cement (12 cf) inside casing from 1303' up to 950' to cover the Nacimiento top.

TOH and LD all tubing. Perforate 2 bi-wire holes at 353'. Establish circulation out the bradenhead and circulate well clean.

Plug #4 mix and pump 114 sxs Class G cement (132 cf) down 2.875" casing from 353' to surface, circulate good cement out bradenhead.

Shut in well. ND BOP. Dig out wellhead. Hit cement and sandstone; very hard digging. Ready to cut off wellhead. SDFD.

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Plugging Summary – Continued:

4/22/08 Bump test monitor, OK. Monitor around wellhead, OK. Issue Hot Work Permit. Cut off wellhead. Found cement down 10' in both the casing and the annulus.

Mix 23 sxs Class G cement and install P&A marker.

RD. MOL.

Ray Espinoza, BLM representative, was on location.