

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FEB 26 2010

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS and Management

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.

NMNM-4449

If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other2. Name of Operator **SCHALK DEVELOPMENT CO.**

3a. Address

P.O. BOX 25825 ALBUQUERQUE, NM 87125

3b. Phone No (include area code)

5058816649

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

1007' FNL & 1220' FWL SEC. 23, T-30N, R-4W

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

8. Well Name and No

SCHALK 49 #4

9. API Well No.

30-089-20803

10. Field and Pool, or Exploratory Area

PICTURED CLIPS

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

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☒ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☐ Other

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 HAVE RECEIVED YOUR LETTER DATED FEBRUARY 9, 2010 CONCERNING THE STATUS OF THIS WELL. WE PLAN TO RETURN THIS WELL TO PRODUCTION ONCE ROAD CONDITIONS ALLOW US TO ACCESS THE WELL IN ACCORDANCE WITH FOREST SERVICE ROAD RESTRICTIONS.

RCVD MAR 2 '10

OIL CONS. DIV.

DIST. 3

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

STEVE SCHALK

Title GENERAL MANAGER

Signature

Date

02/24/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Original Signed: Stephen Mason

Title

Date

Approved by

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 USC Section 1001 and Title 43 USC 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 page 2)

NMOCB