

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or re-drill an abandoned well. Use form 3160-3 (APD) for such proposals.
Carlsbad Field Office
OCD Artesia**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC062376
2. Name of Operator CHI OPERATING INCORPORATED		6. If Indian, Allottee or Tribe Name
Contact: PAM CORBETT E-Mail: pamc@chienergyinc.com		7. If Unit or CA/Agreement, Name and/or No.
3a. Address MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-685-5001 Fx: 432-687-2662	8. Well Name and No. FREEWAY FEDERAL COM 2H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30 T19S R30E Lot 1 330FNL 200FWL		9. API Well No. 30-015-42569-00-X1
		10. Field and Pool, or Exploratory UNDESIGNATED
		11. County or Parish, and State EDDY 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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original APD
	<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.)

12/29/14 Leaks were detected in frac ports therer run as part of the 5 1/2" casing string. Work was conducted from 12/29/14 to 7/1/15 to assess the problem and develop a procedure to repair the casing in preparation for well completion.

7/1/15 work began to install three 4 1/4" x 5 1/2" casing patch liners set in the intervals: 12,412'-12,500', 9,135'-12,373', and 8,539'-9,132'. No cement was required in the installation of the liners. The liners were set and the wellbore was ready to start completions on 7/23/15.

8/10/15 Began completion work via an 18-stage plug and perf procedure.

NM OIL CONSERVATION

ARTESIA DISTRICT

JUL 19 2016

Accepted For Record RECEIVED
NM OCD

14. I hereby certify that the foregoing is true and correct. Electronic Submission #341722 verified by the BLM Well Information System For CHI OPERATING INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 06/13/2016 (16PP1466SE)	
Name (Printed/Typed) CLIF MANN	Title FIELD SUPERVISOR
Signature (Electronic Submission)	Date 06/10/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED <i>Mustafa Hague</i>	(BLM Approval Not Specified) Title PETROLEUM ENGINEER 4 2016	Date 07/14/2016
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 Carlsbad		BUREAU OF LAND MANAGEMENT CARLSBAD FIELD 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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****