OCD-ARTESIA FORM APPROVED UNITED STATES Budget Bureau No. 1004-0135 Form 3160-5 DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 (June 1990) BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-0560353 SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals SUBMIT IN TRIPLICATE 7. If Unit or CA, Agreement Designation 1. Type of Well 3. Well Name and No. <del>RECEIVED</del> Munchkin Federal #8 2. Name of Operator CHI OPERATING, INC. MAY 2 2 2006 9. API Well No. 30-015-34816 3. Address and Telephone No. **UULINGTEOM** P.O. BOX 1799 MIDLAND, TEXAS 79702 10. Field and Pool, or Exploratory Area **BENSON DELAWARE** 4. Location of Well (Footage, T., R., M., or Survey Description) 11. County or Parish, State SHL 2500' FNL & 660' FWL, Sec.12-19S-30E Eddy 1980' FNL & 660' FWL, Sec.12-19S-30E BHL CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water 13. Describe Proposed or Completed Operations (Clearly state all pertinet details, and give pertinet dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measeured and true vertical depths for all markders and zones pertinent to this work.)\* Drilled 7 7/8" hole to 2815', PU directional tools and finished hole. (see attachment). Logged and ran 5 1/2" -15.5#- J-55 casing to TMD of 5351' (TVD of 5299') Cemented 1st stage w/285 sks "C"+.7% FL-52+.3% CD-32+.3% SMS. % SMS. Circ 17 sks to pit. Set slips, cut off csg & NU well head. Released rig 5/2/06. ACCEPTED FOR RECORD MAY 1 9 2006 PETROLEUM ENGINEER 14. I hereby certify that the forego 5/9/06 Title Signed This space for Federal or State office Approved by Conditions of approval, if any: