.111 -2 2007

SUNDRY Do notsu e th	UNITED STATE DEPARTMENT OF THE BUREAU OF LAND MAN NOTICES AND RE his form for proposals ell. Use Form 3160-3	EINTERIOR NAGEMENT PORTS ON WE to drill or to re-e	enter an	FORM APPROVED OM B No. 1004-0137 EXPIRES March 31, 2007  5. Lease Serial No. LC028785B  6. If Indian, Allottee or Tribe Name
I Type of Well	IPLICATE- Other inst	ructions on rever	rse side.	7. If Unit or CA/Agreement, Name and/or No
2. Name of Operator CHI OPERA	Gas Well Other TING, INC.			8. Well Name and No. PINON FEDERAL COM. #1  9. API Well No.
3a Address P.O. BOX 1799, MIDLAND, T 4. Location of Well (Footage, Sec., 900' FSL & 990' FWL		3b. Phone No. (include 432-685-5001	e area code)	3 O O I S 3 6 O 4   10. Field and Pool, or Exploratory Area ANDERSON PENN  11. County or Parish, State
12. CHECK AT	PPROPRIATE BOX(ES) TO		RE OF NOTICE, RIPE OF ACTION	EPORT, OR OTHER DATA
✓ 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 (Sta. Reclamation Recomplete Temporarily Ab	Well Integrity  Other
If the proposal is to deepen dire Attach the Bond under which the following completion of the inv testing has been completed. Fir determined that the site is ready CHANGE PRORATION of	ctionally or recomplete horizontal ne work will be performed or proventions. If the operations of the operation of the operat	lly, give subsurface location ide the Bond No. on file was results in a multiple computed filed only after all requires filed	ns and measured and true with BLM/BIA. Require eletion or recompletion in	y proposed work and approximate duration thereof. e vertical depths of all pertinent markers and zones. d subsequent reports shall be filed within 30 days n a new interval, a Form 3160-4 shall be filed once ation, have been completed, and the operator has

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)								
PAM CORBETT	Title REGULATO	REGULATORY CLERK						
Signature fam orbett	Date	06/26/2007						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE								
Approved by	Title	Date ·						
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject least which would entitle the applicant to conduct operations thereon.	t or se Office							

Title 18 U.S.C. Section 1001 and Tide 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 page 2)

## ISTRICT I 1825 N. FRENCH DR., HOBBS, NY 88240

## State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT II 1301 V. GRAND AVENUE, ARTESIA, NK 88210

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

API Number		Pool Code			Pool Name					
		<del></del>								
Property Code Property Name PINON FEDERAL COM					Well Number					
OGRID No		Operator Name					1 Elevation			
	CHI OPERATING, INC.						3681			
		·			Surfa	ce Loc	ation			
UL or lot No.	Section	Township	Range	Lot Idn	Feet fr	om the	North/South line	Feet from the	East/West line	County
7	6	17-5	30-E		9	00	SOUTH	990	WEST	EDDY
		L	Bottom	Hole Lo	cation	If Diffe	rent From Su	rface		
π or lot No.	Section	Township	Range	Lot Idn	Feet fr	om the	North/South line	Feet from the	East/West line	County
				1						
Dedicated Acres	Joint o	r Infill (	Consolidation	Code 0	rder No.		<u> </u>			
	1									
NO ALLO	WABLE W							RESTS HAVE B	EEN CONSOLIDA	TED
·		OR A	NON-STAN	DARD U	NIT HAS	BEEN	APPROVED BY	THE DIVISION		
LOT 4		Ļ	LOT 3 LOT 2			LOT 1	ION			
				1		1		[ hereby	certify that the infe	ormation
	1					1		my knowledge	and complete to the	this
				l		1		or unleased m	ther owns a working ineral interest in the proposed bottom hol	e land
						1		or has a right	to drill this well at ant to a contract wi	this
	1			1		{		owner of such	mineral or working ary pooling agreemen	interest, nt or a
36.82 AC			3.78 AC	<u> </u>	39.63 AC	<u> </u>	39.48 AC	by the division	oling order beretofor	e enterea
LOI 5	1		GEODETIC C		ITES	ĺ				
	1		NAD 2	27 NME		,		Signature	Da	te
		Y=676230.0 N X=597464.2 E								
					,		Printed Nam	16		
		LAT.=32.858637* N LONG.=104.015935* W				Ā				
37.03 AC	,			[		ł		SURVEY	OR CERTIFICAT	NOI
		2 62 0g pa 199	10 pai 10 pa pai 0		a na 125 ka 14		م م م م م م م	I hereby	certify that the well	l location
37.17 AC	,							notes of active	plat was plotted fro I surveys made by I	ne or
	1			1		1		true and corre	ervision, and that the ct to the best of m	y belief.
	. [									
				1				SEPT	EMBER 7, 200	6
	1			1		1		Date Survey	equality (1)	JR
3682.5'	 367	78.8'		<del></del>				Signature	Seal of the	
ا	600'							Professional	MEL	
990'-	<del>-</del> γ %‼			1		í f				
								many &	2 Talinin 7/21	106
3674.5	9 367	74.8'		1					06.11./1413	
107.5	6			l		ĺ		Certificate A	O. GARY EIDSON	12641 3239
LOT 7 37.31 AC	_ 1			1		1		"Hulling /2/	O. GARY EIDSON  RONALD EIDSON  UNIONALD EIDSON	
	医 医 医 医 医 医 医 医 医 医 医 医 医 医 医 医 医 医 医				<b>6 6 6 6 6</b>		के कर कर का का <del>का</del> का का		annua.	