OCD-ARTESIA



SEP 3 0 2009

FORM APPROVED

UNITED STATES Form 3160-5 Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR (June 1990) Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS 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 Well 8 Well Name and No Freeway Federal #1 2 Name of Operator CHI OPERATING, INC 9 API Well No 30-015-33790 3 Address and Telephone No P.O. BOX 1799 MIDLAND, TEXAS 79702 10 Field and Pool, or Exploratory Area 4 Location of Well (Footage, T., R., M., or Survey Description) 11 County or Parish, State 1980' FNL & 1980' FWL, Sec.30, T19S, R30E Eddy 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 Test Wolfcamp & Bone Spring. (Note Report results of multiple completion on Well Completion or Recompletion Report and Log form) 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 measured and true vertical depths for all markders and zones pertinent to this work MIRU, TOH tgd the top of pkr @ 11,580'. POH, PU blanking plug, TIH, set plug in profile nipple. POOH w/ Prod string, PU plug and set @.11,483'. Perf Wolfcamp @ 9635-52'(2spf). Pmpd a total of 95bbls of 15% acid. Latch onto RBP @ 11,483', released & set @ 9500'. Perf Bone Spring @ 8432-8446', 4spf, spotted 1.5bbls 15% acid across perfs. Set pkr @ 8330'. RU Acid crew, Pmpd a total of 106 ballsealers, good ball action, RD Acid crew. Well open to flowline 5/19/09. 14 I hereby certify t 7/20/09 Regulatory Clerk Signed (This space for Federal or State office use) ACCEPTED FOR RECORD Approved by Conditions of approval, if any

Title 18 U S C Section 1001, makes it a crime for any person knowingly and willfully to make to any departi

statements or representations as to any matter within its jurisdiction

*See Instructions on Reverse Side

BEPREALS OF LIANTO MANAGEMENT CHIOL

CARLSBAD FIELD OFFICE

Freeway Federal 1. 30-015-33790 Chi Operating September 18, 2009 Conditions

- 1. Submit future sundry notices on 2007 version which is available on BLM website.
- 2. Blanking plug is not adequate for plugging back.
- 3. Submit proper plug back procedure and schedule within 30 days.
 - a. RBP to be pulled
 - b. Drill out blanking plug because it is too far from the perforations.
 - c. Set plug above the Morrow perforations.
 - d. Set plug across the top of the Morrow Formation.
 - e. Set plug above the Wolfcamp perforations.
- 4. Submit completion report

CRW 092109