

New Mexico Oil Conservation Division, District I
1625 N. French Drive
Hobbs, NM 88240

Form 3160-5
 (February 2005)

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-enter an
 abandoned well. Use Form 3160-3 (APD) for such proposals.*

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-031210
2. Name of Operator Kevin O. Butler & Associates, Inc.		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 1171, Midland TX, 79701	3b. Phone No. (include area code) 432-682-1178	7. If Unit of CA/Agreement, Name and/or No. 8. Well Name and No. Chaveroo "A" Federal #2
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit Letter D, 660' FNL, 660' FWL, NW/4 NW/4 Sec. 15, T-8S, R33E		9. API Well No. 30-005-21112
		10. Field and Pool or Exploratory Area Chaveroo San Andres
		11. Country or Parish, State Chaves County, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input checked="" 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 type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 recompleate 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Notice was given Order 04-106-10 stating reclamation of the wellsite and access road needed additional corrective action. This was to be completed by December 27, 2010. Some preliminary work has already started with an expected completion date no later than Jan 31, 2011. Due to significant year-end activity in the oil field coupled with the holiday season, finding a service company to perform the work has been difficult. In addition, due to the amount of caliche needing to be moved, additional time is necessary.

We request an extension to complete compliance work per Order No. 04-106-10.

ACCEPTED FOR RECORD

JAN 24 2011
 NAME [Signature]
**ENVIRONMENTAL PROTECTION
 SPECIALIST**

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) <u>Thomas McCluskey</u>		Title <u>Manager</u>	
Signature <u>[Signature]</u>		Date <u>12/21/10</u>	

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 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. <u>ECG 1-21-2011</u>	

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