

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM 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 to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5 Lease Serial No
NMLC069513A

6. If Indian, Allottee or Tribe Name

7 If Unit or CA/Agreement, Name and/or No
891000303X

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		8. Well Name and No. PLU PHANTOM BANKS 3 26 30 USA 1H
2. Name of Operator CHESAPEAKE OPERATING INC Contact: LYNDEE SONGER E-Mail: lyndee.songer@chk.com		9 API Well No. 30-015-39932-00-X1
3a. Address OKLAHOMA CITY, OK 73154-0496	3b. Phone No (include area code) Ph: 405-935-2411	10 Field and Pool, or Exploratory WILDCAT
4. Location of Well (Footage, Sec, T., R., M., or Survey Description) Sec 3 T26S R30E SWSE 300FSL 1980FEL		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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other Drilling Operations
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Disposal
	<input type="checkbox"/> Alter Casing
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Plug Back
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> Convert to Injection

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 recomplete 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 recompletion 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.)

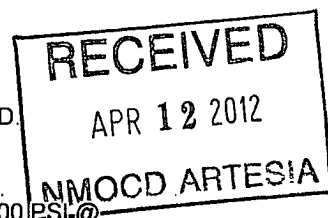
SPUD AND SET SURFACE/INTERMEDIATE CASING

3/25/12 SPUD WELL @ 5:00 AM

3/26/12 RAN 34 JTS 13.375" 48# J-55 STC SET @ 1430. LEAD IN W/2200 SKS 13.5 PPG, 1.52 YIELD. DISPLACE W/219 BBLs. FULL RETURNS TO SURFACE. WOC 40 5 HRS. 500 psi @ 8:40.

3/29-30/12 RAN 89 JTS 8 5/8" J-55 32# SET @ 3,698' LEAD IN W/1450 SKS, 1.99 YIELD, 12.00 PPG. TAIL IN W/ 500 SKS, 14 2 PPG, 1.36 YIELD. RETURN TO SURFACE. LEAD 500 PSI @ 18:31 TAIL: 500 PSI @ 8:39 WOC: 20 HRS

(CHK PN 640121)



Accepted for record
NMOCD
TES 4/13/2012

14. I hereby certify that the foregoing is true and correct

Electronic Submission #134501 verified by the BLM Well Information System
For CHESAPEAKE OPERATING INC, sent to the Carlsbad
Committed to AFMSS for processing by KURT SIMMONS on 04/04/2012 (12KMS1489SE)

Name (Printed/Typed) LYNDEE SONGER	Title REGULATORY COMPLIANCE ANALYST
Signature (Electronic Submission)	Date 04/02/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	CHRISTOPHER WALLS Title PETROLEUM ENGINEER	Date 04/10/2012
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

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.