

OCD-HOBBS

Form 3160-5  
(April 2004)

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 reverse side.**

1. Type of Well  
 Oil Well     Gas Well     Other

2. Name of Operator    **CHESAPEAKE OPERATING, INC.**    **ATTN: LINDA GOOD**

3a. Address    **P.O. BOX 18496, OKLAHOMA CITY, OK 73154-0496**

3b. Phone No. (include area code)    **405-767-4275**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**860 FSL 19<sup>1/2</sup> FEL SWSE SEC 28-19S-34E**

5. Lease Serial No.  
**NMNM 57285**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.  
**CODORNIZ 28 FEDERAL 3**

9. API Well No.  
**30-025-37523**

10. Field and Pool, or Exploratory Area  
**QUAIL RIDGE; MORROW (GAS)**

11. County or Parish, State  
**LEA COUNTY, NM**

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

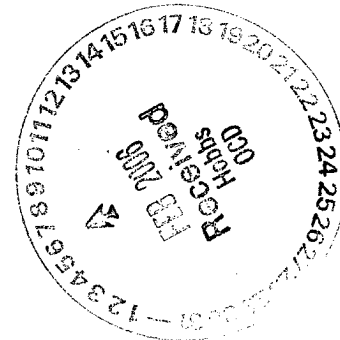
| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                |   |  |  |
|---|---|---|--|--|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off                        |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input 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 checked="" type="checkbox"/> Other <b>SITE FACILITY</b> |
|   | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       | <b>DIAGRAM</b>   |
|   | <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 recomplate 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.)

Chesapeake respectfully requests permission to change the site facility diagram per the attached. We would appreciate a fax approval as we have people on location ready to begin the work.

BLM NATIONWIDE BOND #NM2634.

(CHK PN 819656)



14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**LINDA GOOD**

Title **PERMITTING AGENT**

Signature

*Linda Good*

Date

**01/30/2006**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

**/s/ Joe G. Lara**

**Petroleum Engineer**

Date

**JAN 31 2006**

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.

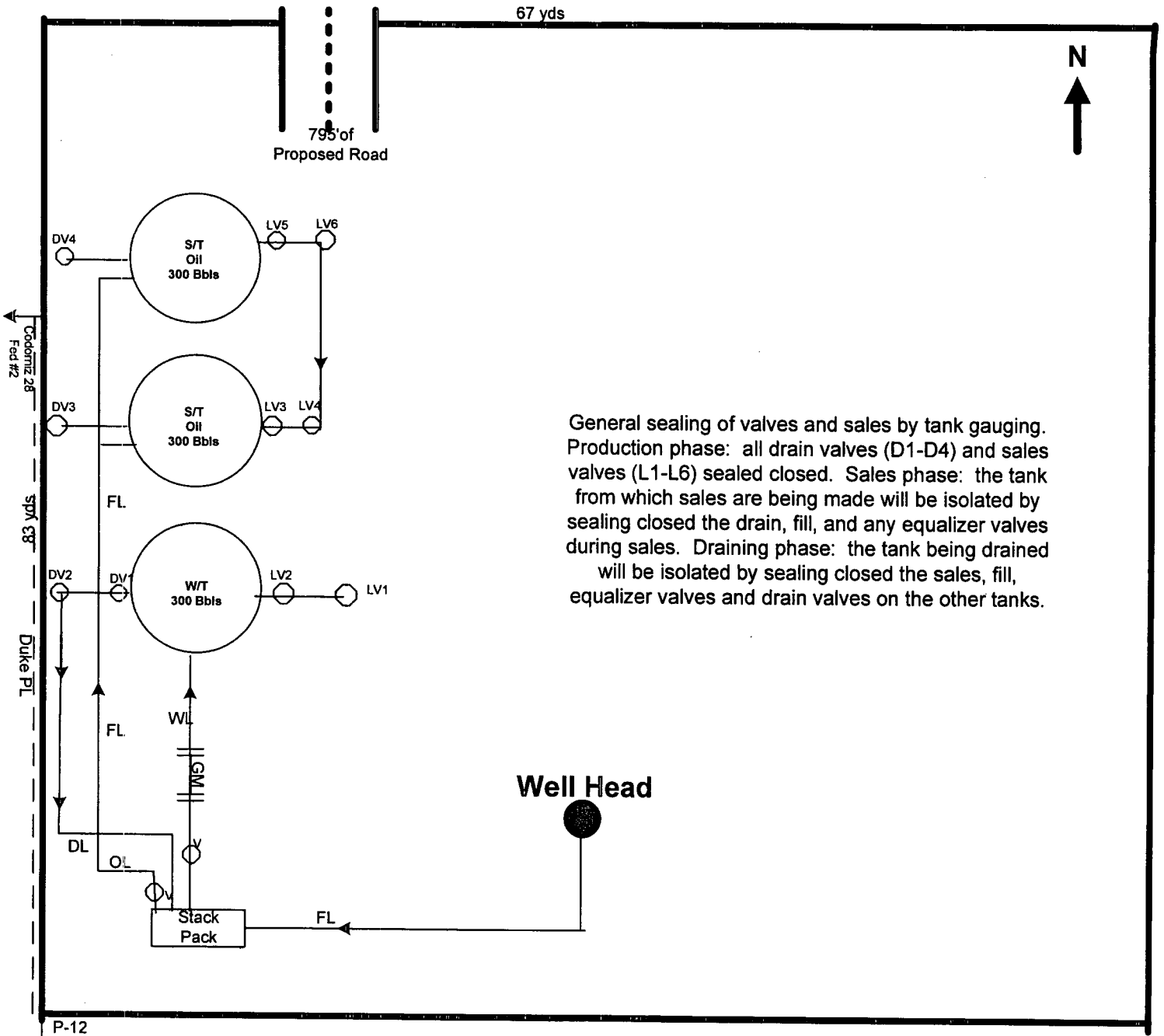
Office **CARLSBAD FIELD OFFICE**

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.

(Instructions on page 2)

# CHESAPEAKE OPERATING, INC.

|   |   |
|---|---|
| CHK Name & Number: CODORNIZ 28 FEDERAL 3 819656<br>API number: 30-025-37523<br>County: LEA<br>State: NM<br>Field: QUAIL RIDGE; MORROW<br>Qtr Qtr Calls: SW SE<br>Sec/Twnshp/Rng: 28-T19S-R34E<br>Number of Acres: | Regulatory Agency: BLM<br>Lease Sign Type: FEDERAL APD<br>CA#: 100% BLM LEASE<br>APD Lease #: NMNM 57285<br>Federal/Indian: FEDERAL<br>Last Violation: NONE<br>District: PERMIAN<br>Field Office: HOBBS |
|---|---|



General sealing of valves and sales by tank gauging. Production phase: all drain valves (D1-D4) and sales valves (L1-L6) sealed closed. Sales phase: the tank from which sales are being made will be isolated by sealing closed the drain, fill, and any equalizer valves during sales. Draining phase: the tank being drained will be isolated by sealing closed the sales, fill, equalizer valves and drain valves on the other tanks.

Direction of Flow off Site: W

CODORNIZ 28 FED #3

This lease is subject to Chesapeake's Site Security Plan located at 6100 N. Western Oklahoma City, OK 73118

Prepared by: DEBBIE HERNANDEZ  
 Date: 01-27-2006

Approved by:  
 Date: