

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720
District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 35207

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: ☐		WELL API NUMBER 30-025-37853
		5. Indicate Type of Lease S
		6. State Oil & Gas Lease No.
2. Name of Operator CHESAPEAKE OPERATING, INC.		7. Lease Name or Unit Agreement Name LE 35 STATE
3. Address of Operator P. O. BOX 18496, OKLAHOMA CITY, OK 731540496		8. Well Number 001
4. Well Location Unit Letter <u>E</u> : <u>1879</u> feet from the <u>N</u> line and <u>978</u> feet from the <u>W</u> line Section <u>35</u> Township <u>16S</u> Range <u>37E</u> NMPM Lea County		9. OGRID Number 147179
		10. Pool name or Wildcat See Area 13
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3767 GR.		
Pit or Below-grade Tank Application ☐ or Closure ☐ Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE OF PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐
Other: **Perforations/Tubing** ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work.) SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6-28-06 Perf Strawn 11,438 - 80 4 spf (138 holes)
6-30-06 Set CIBP @ 11,400 cap w/2 sx cmt. Perf Cisco @ 11,030-42 & 11,058-68 4 spf (90 holes)
7/06/06 Spot 200 gals acid across perfs. Acdz w/3000 gals 15% NeFe + 135 BS.
7/11/06 Set CIBP @ 11,000' capped w/2sx cmt. Perf Wolfcamp @ 10,690 - 696 4 spf (25 holes)
7/12/06 Spot 200 gals acid across perfs. Acdz w/1500 gals 15% neFe acid+BS.
7/14/06 Set CIBP @ 10,650+2 sx cmt on top.
7/15/06 Perf Drinkard 8,274 - 306, 320-378 w/1spf (90 holes) Acdz w/5000 gals 15% NeFe+BS.

Perforations

Pool: CASEY;STRAWN, 10310 Location: E -35-16S-37E 1879 N 978 W

TOP	BOT	Open Hole	Shots/ft	Shot Size	Material	Stimulation	Amount
-----	-----	-----------	----------	-----------	----------	-------------	--------

Pool: KNOWLES;DRINKARD, WEST, 36490 Location: E -35-16S-37E 1879 N 978 W

TOP	BOT	Open Hole	Shots/ft	Shot Size	Material	Stimulation	Amount
8274	8378	Y	1			Acid	5000

Tubing

KNOWLES;DRINKARD, WEST, 36490

Tubing Size	Type	Depth Set	Packer Set
2.875	SN	8413	

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Electronically Signed TITLE Regulatory Analyst DATE 7/31/2006

Type or print name Brenda Coffman E-mail address bcoffman@chkenergy.com Telephone No. 432-685-4310

For State Use Only:

APPROVED BY: Paul Kautz TITLE Geologist DATE 8/1/2006 7:30:29 AM

Tubing Comments

OGRID: [147179] CHESAPEAKE OPERATING, INC.

Permit Number: 35207

Permit Type: Tubing

Created By	Comment	Comment Date
BSCOFFMAN	C-102 for Knowles;Drinkard, West following by mail.	7/31/2006