<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 40230

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

201 DIC21110111 OIL	ANTIDICATION TO ORTHOUGH TO DRIBE, RE ENTER, DELL'EN, TEODERCK, OR ADD A EONE							
1.	Operator Name and Address	2. OGRID Number						
CHESA	PEAKE OPERATING, INC.	147179						
OKI ∀H	P.O.BOX 18496 OMA CITY, OK 731540496	3. API Number						
OKLIII	OWN ON 1, OK 7313-40-20	30-025-38530						
4. Property Code	5. Property Name	6. Well No.						
36092	KELLER 11 STATE	001						

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	11	23S	34E	E	1980	N	330	W	LEA

8. Pool Information

ANTELOPE RIDGE;BONE SPRING, NORTH

2205

Additional Well Information

9. Work Type New Well	10. We	ll Type IL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3368			
14. Montriple N			16. Formation Bone Spring	17. Contractor	18. Spud Date 10/27/2006			
Depth to Ground v	water		Distance from nearest fresh water wel 100	ı	Distance to nearest surface water > 1000			
Pit: Liner: Synthetic 12 mils thick Clay Pit Volume: 12129 bbls Drilling Method: Closed Loop System Pit Volume: 12129 bbls Drilling Method: Fresh Water Brine Diesel/Oil-based Gas/Air								

19. Proposed Casing and Cement Program

	1.5.51.51/11.15/5/	A Company of the Comp				
Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	575	500	0
Int1	11	8.625	32	5200	1130	0
Prod	7.875	5.5	17	8800	630	4000

Casing/Cement Program: Additional Comments

13 3/8" csg. Lead 400 sx of C1 C + 4% Bentonite + 2% CaCl2 1.76 yld. Tail 100 sx of C1. C + 2% CaCl2 1.34 yield; 8 5/8" Lead 1000 sx 50:50 Poz C + 10% gel + 5% NaCl + 0.25 pps Cello Flake 2.45 yield, Tail, 130 sx C1. C + 1% CaCl2 1.34 yield. 5 1/2" csg. Stg. 1 380 sx 15:61:11 Poz:C:CSE 1.57 yield, Stage 2 Lead 115 sx 50:50 Poz:H2.30 yield, Tail 135 sx 15:61:11 Poz:Class C:CSE 1.57 yield

Proposed Blowout Prevention Program

8	Туре	Working Pressure	Test Pressure	Manufacturer
3	Annular	5000	5000	
	DoubleRam	5000	5000	

I hereby certify that the information gix of my knowledge and belief. I further certify that the drilling pit	en above is true and complete to the best will be constructed according to	OIL CONSERVATION DIVISION				
	rmit , or an (attached) alternative	Approved By: Gary Wink				
Printed Name: Electronically fil	ed by Brenda Coffman	Title: OCD Reviewer				
Title: Regulatory Analyst		Approved Date: 10/26/2006	Expiration Date: 10/26/2007			
Email Address: bcoffman@chke	nergy.com	1 A 1000	62 El			
Date: 10/24/2006	Phone: 432-685-4310	Conditions of Approval Attached				

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

Form C-102 Permit 40230

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code 3. Pool Name					
30-025-38530	2205	2205 ANTELOPE RIDGE;BONE SPRING, NORT:				
4. Property Code	5. Prop	6. Well No.				
36092	KELLER	001				
7. OGRID No.	8. Oper	9. Elevation				
147179	CHESAPEAKE OPERATING, INC. 3368					

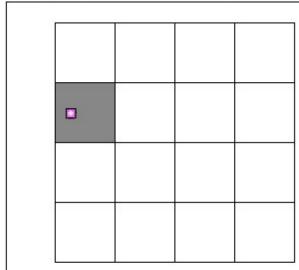
10. Surface Location

ò	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	E	11	23S	34E		1980	N	330	w	LEA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Tov	wnship	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
100000000000000000000000000000000000000	cated Acres		13. J	Joint or Infill		14	. Consolidation (Code			15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Brenda Coffman Title: Regulatory Analyst Date: 10/24/2006

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Eidson Date of Survey: 8/21/2006 Certificate Number: 12641

Permit Conditions of Approval Operator: CHESAPEAKE OPERATING, INC., 147179 Well: KELLER 11 STATE #001

API: 30-025-38530

OCD Reviewer	Condition
IDMULL	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines