

District II1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720District III1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170District IV1220 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**

WELL API NUMBER

30-025-38845

5. Indicate Type of Lease

S

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

OSUDO 22 STATE

8. Well Number

001

9. OGRID Number

147179

10. Pool name or Wildcat

See Area 13

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:G

2. Name of Operator

CHESAPEAKE OPERATING, INC.

3. Address of Operator

P. O. BOX 18496, OKLAHOMA CITY, OK 731540496

4. Well Location

Unit Letter K : 1980 feet from the S line and 1309 feet from the W line
Section 22 Township 21S Range 35E NMPM Lea County

11. Elevation (Show whether DR, KB, BT, GR, etc.)

3608 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.

8/16/2008: Pf Morrow 12,307'-12,423' OA total 74 shots/2 spf. FTP: 2500# on 12/64 chk.

9/2/2008 through 9/7/2008: Acidize w/5000 gals of 7 1/2% HCL w/additives. Foam frac pfs w/15,000 gals gel, CO2 and versaprop.

Perforations**Pool: OSUDO;MORROW, SOUTH (GAS), 82200 Location: K -22-21S-35E 1980 S 1309 W**

TOP	BOT	Open Hole	Shots/ft	Shot Size	Material	Stimulation	Amount
12307	12423	N	2		Foam	Frac	15000

Tubing**OSUDO;MORROW, SOUTH (GAS), 82200**

Tubing Size	Type	Depth Set	Packer Set
2.375	L-80	12273	12262

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 Sr. Regulatory Comp. Spec. DATE 9/23/2008Type or print name Brenda Coffman E-mail address bcoffman@chkenergy.com Telephone No. 817-556-5825**For State Use Only:**APPROVED BY: Paul Kautz TITLE Geologist DATE 9/24/2008 6:55:10 AM