



RECEIVED

2010 JAN 20 PM 1 43

PATRICK H. LYONS  
COMMISSIONER

*State of New Mexico*  
*Commissioner of Public Lands*

310 OLD SANTA FE TRAIL  
P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE  
Phone (505) 827-5760  
Fax (505) 827-5766  
www.nmstatelands.org

January 8, 2010

Chesapeake Energy  
P. O. Box 18496  
Oklahoma City, OK 73154-0496

Attn: Mr. Justin Zerkle

Re: Final Approval  
Forehand Ranches Unit  
Eddy County, New Mexico

Dear Mr. Zerkle:

This office is in receipt of your letter of January 6, 2010, wherein you have requested final approval to the Forehand Ranches Unit Agreement, Eddy County, New Mexico.

Please be advised that the Commissioner of Public Lands has this date granted final approval to the Forehand Ranches Unit Agreement, Eddy County, New Mexico. Our approval is subject to like approval by the New Mexico Oil Conservation Division. It is our understanding that all tracts are committed to the unit at this time.

Enclosed are (5) Certificates of Approval.

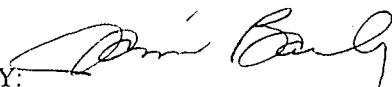
Your \$30.00 filing fee has been received.

Please notify this office when the initial well has been spudded. In addition, please also submit continuous daily drilling reports until the initial well is completed.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS  
COMMISSIONER OF PUBLIC LANDS

BY: 

JAMI BAILEY, Director  
Oil, Gas and Minerals Division  
(505) 827-5744  
PL/JB/pm

pc: Reader File,

OCD-Santa Fe, Attn: Mr. Ed Martin

TRD-Attn: Mr. Valdean Severson

RMD-Attn: Mr. Kurt McFall

**-State Land Office Beneficiaries -**

Carrie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM • NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute • NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital • State Park Commission • University of New Mexico • UNM Saline Lands • Water Reservoirs • Western New Mexico University

RECEIVED

UNIT NAME: FOREHAND RANCHES UNIT  
OPERATOR: CHESAPEAKE ENERGY  
COUNTY: EDDY

2010 JAN 20 PM 1 43

DATE APPROVED	OCD CASE NO. OCD ORDER NO.	TOTAL ACREAGE	STATE	FEDERAL	INDIAN FEE	SEGREGATION CLAUSE	TERM
EFFECTIVE 1/8/2010	CASE NO. 14406 ORDER NO. R-13208	640.00	640	0	0	STRICT	5 YEARS SO LONG AS

APPROVALS

SLO-01/08/2010  
OCD-12/28/2009

TOWNSHIP 25 SOUTH, RANGE 26 EAST  
SECTION 36: ALL