Form 3160-5 (February 2005)

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No 1004-0137 Expires March 31, 2007

5 Lease Serial No NMNM 029234

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

6 If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2. 1 Type of Well 8 Well Name and No Oil Well Gas Well Other LOTOS C FEDERAL 912 9 API Well No 30-015-35356 Name of Operator CHESAPEAKE OPERATING, INC. ATTN: LINDA GOOD 3a Address P O BOX 18496 10 Field and Pool or Exploratory Area 3b Phone No (include area code) **COTTON DRAW** OKLAHOMA CITY, OK 73154-0496 405-767-4275 4 Location of Well (Footage, Sec., T.R.M., or Survey Description) 11 Country or Parish, State EDDY COUNTY, NEW MEXICO 660' FSL & 1980' FEL, SWNE, SECTION 9,T24S, R31E 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other Frac Delaware Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 the proposal is to deepen directionally or recomplete 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Please correct the formation name on the Sundry Notice Report submitted 7/2/2007 from Bone Spring to Delaware. RU BJ/test lines 6000 psi, frac Delaware @ 7977' - 8222' w/19,000 gal Medallion 3000, 32,000 gal 30# Linear gel, 76,120# 20/40 White Sand, 7/18/2007 20,760# 20/40 Super LC, flush w/184 bbl 2% KCL. (CHK PN 613357) 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) LINDA GOOD Title FEDERAL REGULATORY ANALYST 07/18/2007 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date Title 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 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,

(Instructions on page 2)

entitle the applicant to conduct operations thereon

fictitious or fraudulent statements or representations as to any matter within its jurisdiction