

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC067849
2. Name of Operator CHESAPEAKE OPERATING, INC. Contact: LINDA GOOD E-Mail: linda.good@chk.com		6. If Indian, Allottee or Tribe Name
3a. Address OKLAHOMA CITY, OK 73154-0496	3b. Phone No. (include area code) Ph: 405-935-4275	7. If Unit or CA/Agreement, Name and/or No. NMNM84598
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 27 T17S R27E NWSE 1605FSL 2310FEL		8. Well Name and No. HONDO FED COM 1.
10. Field and Pool, or Exploratory LOGAN DRAW UNKNOWN		9. API Well No. 30-015-20937-00-S2
11. County or Parish, and State EDDY COUNTY, NM		12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

RECEIVED

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NMOCD ARTESIA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Subsurface Commi ng
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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. If the proposal is to deepen directionally or recompleat 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

FIELD: RED LAKE QUEEN-GRAYBURG-SAN ANDRES & NORTHEAST RED LAKE-GLORIETA YESO POOLS.

A. DIVISION ORDER #R-11363 ESTABLISHED PRE-APPROVED POOLS IN THIS AREA.

B. RED LAKE QUEEN-GRAYBURG-SAN ANDRES (51300) & NORTHEAST RED LAKE-GLORIETA YESO (96836).

C. THE GLORIETA-YESO IS PERF'D FROM 2953' TO 3247'. THE SAN ANDRES IS PERF'D FROM 1874' TO 2337'.

D. THE ALLOCATION METHOD IS BY RATIO OF STABILIZED PRODUCTION. FOR THE YESO, OIL IS 50% & GAS IS 50%. FOR THE SAN ANDRES, OIL IS 50% & GAS IS 50%.

E. COMMINGLING THESE TWO POOL WILL NOT REDUCE THE VALUE OF THE TOTAL REMAINING PRODUCTION AND THE

14. I hereby certify that the foregoing is true and correct Electronic Submission #77729 verified by the BLM Well Information System For CHESAPEAKE OPERATING, INC., sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 11/19/2009 (09KMS1919SE)	
Name (Printed/Typed) LINDA GOOD	Title SR. REGULATORY COMPLIANCE SPEC
Signature (Electronic Submission)	Date 11/19/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	DUSTIN WINKLER Title PETROLEUM ENGINEER	Date 12/08/2009
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 entitle the applicant to conduct operations thereon.		Office Carlsbad

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

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #77729 that would not fit on the form

32. Additional remarks, continued

OWNERSHIP BETWEEN THE TWO POOLS IS IDENTICAL.

(CHK PN 890458)