

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> a general permit <input type="checkbox"/> or an (attached) alternative OCD-approved plan <input type="checkbox"/> .		OIL CONSERVATION DIVISION	
Printed Name: Electronically filed by Brenda Coffman		Approved By: Paul Kautz	
Title: Regulatory Analyst		Title: Geologist	
Email Address: bcoffman@chkenergy.com		Approved Date: 7/3/2006   Expiration Date: 7/3/2007	
Date: 6/30/2006	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**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

Form C-102  
 Permit 28224

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-025-37987	2. Pool Code 55695	3. Pool Name SHIPP,STRAWN
4. Property Code 35617	5. Property Name SID 3 STATE	6. Well No. 001
7. OGRID No. 147179	8. Operator Name CHESAPEAKE OPERATING, INC.	9. Elevation 3766

**10. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	3	17S	37E		1730	N	592	E	LEA

**11. Bottom Hole Location If Different From Surface**

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UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 81.16		13. 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: 6/30/2006

**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: 4/10/2006  
 Certificate Number: 12641

## Permit Comments

Operator: CHESAPEAKE OPERATING, INC. , 147179

Well: SID 3 STATE #001

API: 30-025-37987

Created By	Comment	Comment Date
DMULL	Rejecting. Need footage correction. NSL-5406 state 1730/N & 592/E.	6/30/2006

# Permit Conditions of Approval

Operator: CHESAPEAKE OPERATING, INC. , 147179

Well: SID 3 STATE #001

API: 30-025-37987

OCD Reviewer	Condition
pkautz	Pit construction and closure must satisfy all requirements of your approved plan, D.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
DMULL	NSL-5406, 06/26/06, 1730/N & 592/E, 81.16 acres, Lot 1 & SE/4NE/4, Shipp Strawn.