

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	
	Approved By: Paul Kautz	
Printed Name: Electronically filed by Bryan Arrant	Title: Geologist	
Title: Sr. Regulatory Compliance Specialist	Approved Date: 4/7/2011	Expiration Date: 4/7/2013
Email Address: bryan.arrant@chk.com		
Date: 4/6/2011	Phone: 405-935-3782	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 129771

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-40107	2. Pool Code 51687	3. Pool Name RED TANK,BONE SPRING, EAST
4. Property Code 38575	5. Property Name MERCHANT LIVESTOCK 22 33 19 STATE COM	6. Well No. 001H
7. OGRID No. 147179	8. Operator Name CHESAPEAKE OPERATING, INC.	9. Elevation 3704



10. Surface Location

UL - Lot D	Section 19	Township 22S	Range 33E	Lot Idn	Feet From 660	N/S Line N	Feet From 330	E/W Line W	County LEA
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11. Bottom Hole Location If Different From Surface

UL - Lot D	Section 19	Township 22S	Range 33E	Lot Idn 1	Feet From 660	N/S Line N	Feet From 330	E/W Line E	County LEA
12. Dedicated Acres 156.60		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: Bryan Arrant
Title: Sr. Regulatory Compliance Specialist
Date: 4/6/2011

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: 4/4/2011
Certificate Number: 12641

Permit Comments

Operator: CHESAPEAKE OPERATING, INC. , 147179

Well: MERCHANT LIVESTOCK 22 33 19 STATE COM #001H

API: 30-025-40107

Created By	Comment	Comment Date
CHERRERA	OCD HOBBS has recieved form C-144 CLEZ. OCD permit # P1-03075.	4/7/2011

Permit Conditions of Approval

Operator: CHESAPEAKE OPERATING, INC. , 147179

Well: MERCHANT LIVESTOCK 22 33 19 STATE COM #001H

API: 30-025-40107

OCD Reviewer	Condition
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string