

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.*5. Lease Serial No
NMLC068431

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.7. If Unit or CA/Agreement, Name and/or No
891000303X

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.
PLU REMUDA BASIN 4 24 30 USA 1H

2. Name of Operator

CHESAPEAKE OPERATING INC

Contact LINDA GOOD

E-Mail: linda.good@chk.com

9. API Well No

30-015-40660-00-X1

3a. Address

OKLAHOMA CITY, OK 73154-0496

3b. Phone No. (include area code)

Ph: 405-935-4275

10. Field and Pool, or Exploratory
UNDESIGNATED

4. Location of Well (Footage, Sec., T, R, M., or Survey Description)

Sec 4 T24S R30E NENE 175FNL 1250FEL

11. County or Parish, and State

EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Drilling Operations
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

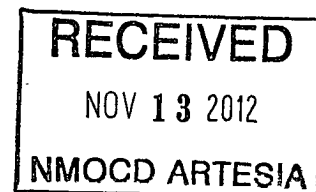
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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 recompleat 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.)

After setting the whipstock at 8550'. Chesapeake pumped cement to plug pilot hole from TD of 9460' and bring top of cement 100' above whipstock to 8450'. Upon tripping in the hole to tag cement, we tagged at 7685'. It was determined the whipstock/cement BHA had washed out and the plug was not placed at the intended depths. Cement was calculated to cover from 7685' to a depth of 8940', which is 390' below the top of whipstock. This depth is calculated from the volume of cement pumped (79.1 bbl) and the caliper log run previous to setting the whipstock. Pilot hole TD'd in the Bone Spring and did not penetrate the Wolfcamp.

(CHK PN 643672)

Accepted for record
NMOCD

R. Dade 11/15/12



14. I hereby certify that the foregoing is true and correct

Electronic Submission #159744 verified by the BLM Well Information System

For CHESAPEAKE OPERATING INC, sent to the Carlsbad

Committed to AFMSS for processing by KURT SIMMONS on 11/09/2012 (13KMS3806SE)

Name (Printed/Typed) LINDA GOOD

Title SR. REGULATORY COMPLIANCE SPEC

Signature (Electronic Submission)

Date 11/08/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USEApproved By **ACCEPTED**JAMES A AMOS
Title SUPERVISOR EPS

Date 11/10/2012

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