

N.M. Oil Cons. DIV-Dist. 2
 UNITED STATES DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT
 1301 W. Grand Avenue
 Albuquerque, NM 88206

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

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

RECEIVED
 JUL 20 2005
 OOD-ARTESIA

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator **CHESAPEAKE OPERATING, INC. LINDA GOOD 405-767-4275**

3a. Address **P.O. BOX 18496, OKLAHOMA CITY, OK 73154-0496**

3b. Phone No. (include area code) **405-848-8000**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
990 FNL 1650 FWL NE NW SEC 9 T18S-R31E

5. Lease Serial No.
NMLC029389 A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NMNM106828

8. Well Name and No.
BAISH FEDERAL 12

9. API Well No.
30-015-31376

10. Field and Pool, or Exploratory Area
SHUGART MORROW NORTH

11. County or Parish, State
EDDY COUNTY, NEW MEXICO

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 SITE FACILITY
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	DIAGRAM
	<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 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 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.)

ATTACHED IS THE SITE FACILITY FOR BAISH FEDERAL 12.

BLM NATIONWIDE BOND #NM2634.

(CHK PN 891328)

ACCEPTED FOR RECORD
 JUL 19 2005
acs
 ALEXIS C. SWOBODA
 PETROLEUM ENGINEER

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

Name (Printed/Typed) **LINDA GOOD** Title **PERMITTING AGENT 1**

Signature *Linda Good* Date **07/15/2005**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

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 _____

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.

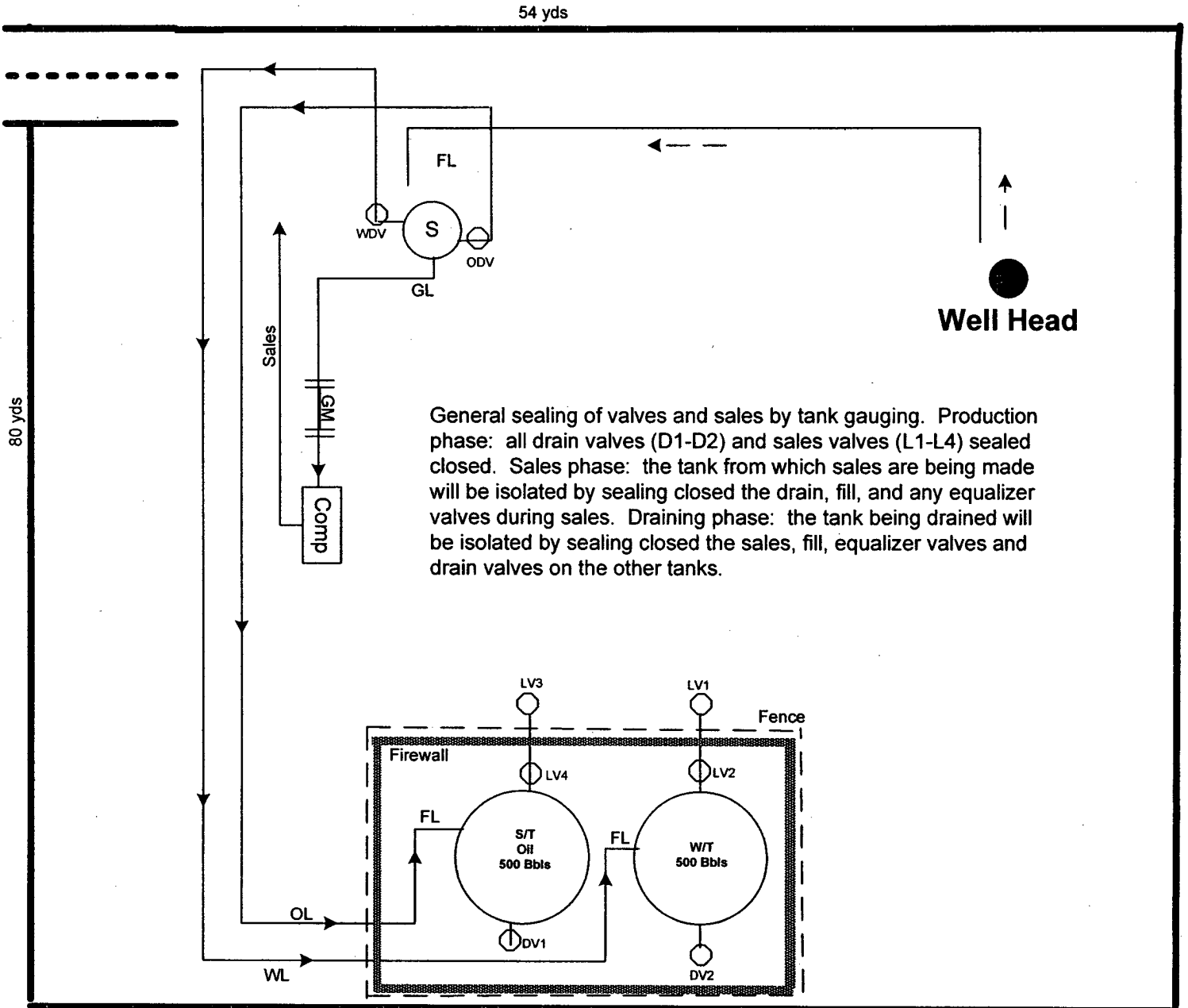
(Instructions on page 2)

Accepted for record NMOCD

CHESAPEAKE OPERATING, INC.

CHK Name & Number: BAISH FEDERAL 12 891328
 API number: 30-015-31376
 County: EDDY
 State: NM
 Field: SHUGART
 Qtr Qtr Calls: SW NE NW
 Sec/Twnshp/Rng: 9-18S-31E
 Number of Acres: 320

Regulatory Agency: BLM
 Lease Sign Type: FEDERAL
 CA#: NMNM 106828
 APD Lease #: NMLC 029389
 Federal/Indian: FEDERAL
 Last Violation: UNKNOWN
 District: PERMIAN
 Field Office: HOBBS



BAISH FEDERAL #12 891328

This lease is subject to Chesapeake's Site Security Plan located at 6100 N. Western Oklahoma City, OK 73118

Direction of Flow off Site: N