District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources **RECEIVED** SEP - 9 2005 OCD-ANTEOIN

Oil Conservation Division 1220 South t. Francis Dr. Santa Fe, NM 87505

Form C-107 Revised June 10, 2003

Filing Instructions At Bottom of Page

APPLICATION FOR MULTIPLE COMPLETION

Chesapeake Operating, Inc.	P. O. Box 1	1050 Midlar	nd, TX	79702-8	050	
Operator	Address					
Spruce 10 State	1	0	10	19S	23E	Eddy
Lease	Well No.	Unit Ltr	Sec -	Twp -	Rge	County

All applicants for multiple completion must complete Items 1 and 2 below.					
1. The following facts	Upper	Intermediate	Lower		
are submitted:	Zone	Zone	Zone		
a. Name of Pool and	Antelope Sink	Wildcat	Hoag Tank		
Formation Upper Penn		Canyon Atoka Gas	Morrow		
 b. Top and Bottom of Pay Section (Perforations) 	6404 - 7166 DHC - 3447	7631 - 7660 DHC - 3447	8002 - 8121		
c. Type of production (Oil or Gas)	Gas	Gas	Gas		
d. Method of Production (Flowing or Artificial Lift)	Flowing	Flowing	Flowing		
e. Daily Production					
Estimated Oil Bbls.	0	0	0		
Gas MCF	10	10	5		
Water Bbls.	2	1	1		

2. The following must be attached:

a. Diagrammatic Sketch of the Multiple Completion, showing all casing strings, including diameters and setting depths, centralizers and/or turbolizers and location thereof, quantities used and top of cement, perforated intervals, tubing strings, including diameters and setting depth, location and type of packers and side door chokes, and such other information as may be pertinent.

- b. Plat showing the location of all wells on applicant's lease, all offset wells on offset leases, and the names and addresses of operators of all leases offsetting applicant's lease.
- c. Electrical log of the well or other acceptable log with tops and bottoms of producing zones and intervals of perforation indicated thereon. (If such log is not available at the time application is filed it shall be submitted as provided by Rule 112-A.)

OPERATOR:	OIL CONSERVATION DIVISION			
I hereby certify above information is true and complete to best of my knowledge, and belief.				
Signature (Stenda Ofman				
Brenda Coffman I I Printed Name & Title Regulatory Analyst	Approved by			
	Title			
E-mail address bcoffman@chkenergy.com				
Date 09/07/2005 Telephone (432)687-2992	Date			

NOTE: If the proposed multiple completion will result in an unorthodox well location and/or a non-standard proration unit in one or more of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

FILING INSTRUCTIONS:

- 1) District Approval -- See rule 112-A-B -- Submit 4 copies of Form C-107 with attachments to appropriate district office.
- 2) Division Director Administrative Approval -- See Rule 112-C -- Submit 2 copies of Form C-107 with attachments to Division office in Santa Fe and 2 copies of Form C-1 07 with attachments to appropriate district office.
- 3) Multiple completions not qualifying for District or Division Director approval may be set for hearing as outlined in Rule 1 12-A-E.





SPRUCE 10 STATE #1

Application to Dual Complete

EXHIBIT A:

NAMES AND ADDRESSES OF ALL OFFSET OPERATORS

Mack Energy Corporation

P. O. Box 960 11352 Lovington Hwy Artesia, NM 88211-0960

EOG Resources, Inc.

P. O. Box 4362 333 Clay Street, Ste. 4200 Houston, TX 77210-4362

COG Energy, Inc.

500 W Texas, Ste.1100 Midland, Texas 79701 <u>Caza Energy</u> P. O. Box 960 Artesia, NM 88211-0960

Yates Petroleum Corp. 105 S 4th St. Yates Bldg.

105 S 4^{ut} St. Yates Bldg. Artesia, NM 88210-2177