

N.M. Oil Cons. DIV-Dist. 2  
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
1301 W. Grand Avenue  
Albuquerque, NM 88210FORM 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 side.

1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other

RECEIVED

2. Name of Operator  
Chesapeake Operating Inc.

JAN 30 2006

3a. Address  
P. O. Box 11050 Midland TX 79702-80503b. Phone No. (include area code)  
(432) 687-2992

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

#1: 2310' FSL & 1892' FWL; 12A #1: 630 FWL & 2021  
FNL Sec. 12, T26S R29E  
#4: 330' FWL & 2310' FSL

5. Lease Serial No.

LC071066 &amp; NM11039

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Brushy 12-~~8-12A~~ Federal #4

9. API Well No.

30-015-25604

10. Field and Pool, or Exploratory Area

Brushy Draw, Delaware

11. County or Parish, State

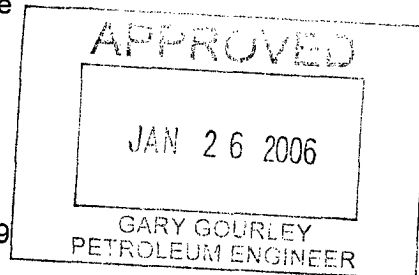
Eddy  
New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 Surface Co-ming
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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.)

These wells are very old and were surface co-mingled by a previous operator; however, Chesapeake did not receive the permits from the former Operator for our files. Chesapeake, respectfully, requests for the commingling permits to continue for the oil and gas production. There will be a separator placed by each well in order to keep the production separate.

Brushy 12 Federal #4, Brushy Draw, Delaware, API # 30-015-25604 - LC-071066  
NW/4, SW/4Brushy 12 Federal #2, Brushy Draw, Delaware, API # 30-015-25519 - LC-071066  
NE/4, SW/4Brushy 12A Federal #1, Brushy Draw, Delaware, API # 30-015-25615 - NM-11039  
SW/4, NW/4SUBJECT TO  
LIKE APPROVAL  
BY STATE

Your consideration is appreciated.

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

Name (Printed/Typed)

Brenda Coffman

Title Regulatory Analyst

Signature

Date 01/10/2006

## 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.

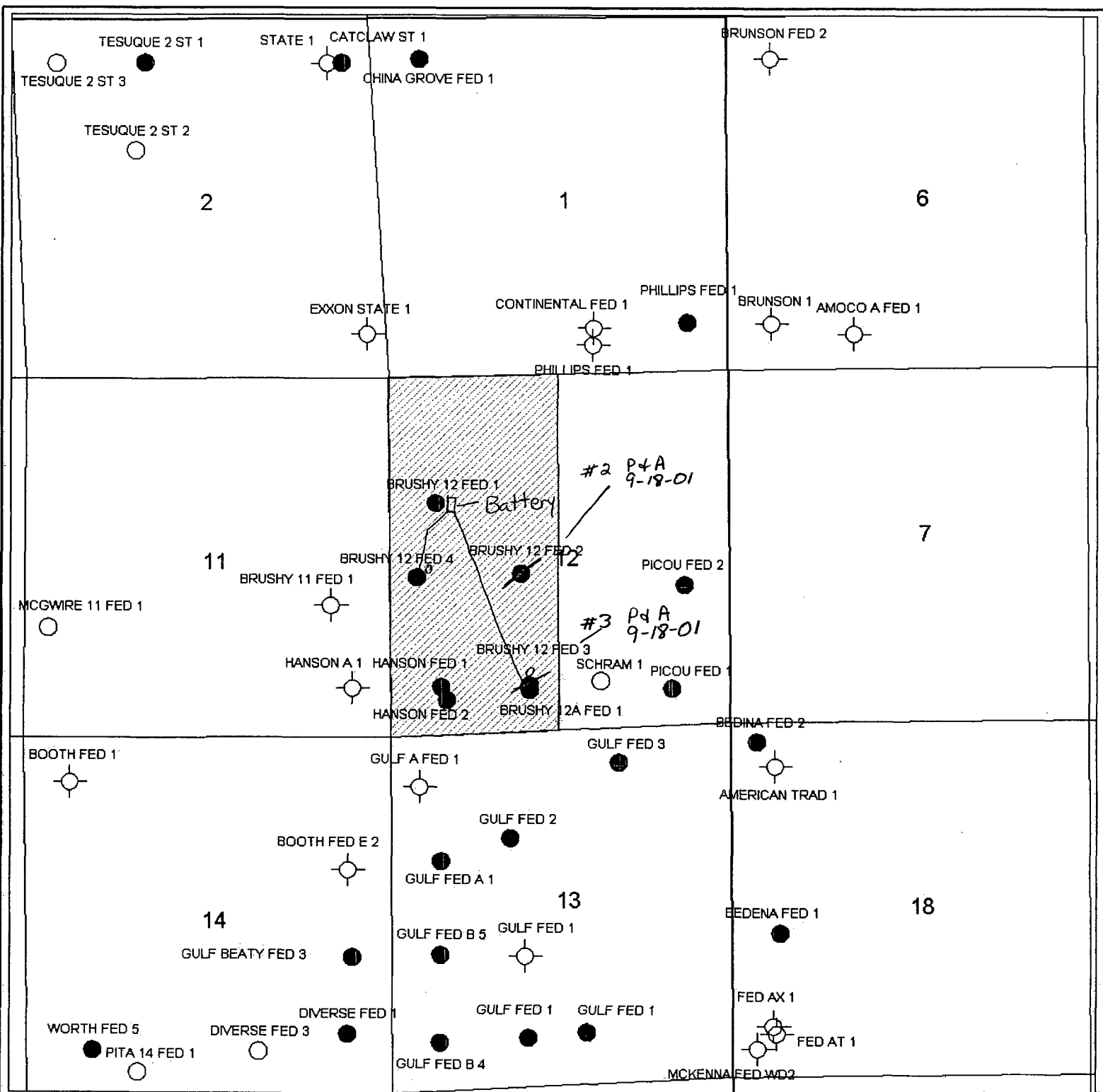


EXHIBIT "A"

○ Separator  
— Pipeline  
□ Battery



**CHESAPEAKE  
OPERATING, INC.**

Delaware Basin  
Eddy County, NM

Brushy 12 and 12A

DKB Brushy12 and 12A.gmp

Date: 1 November, 2005

Geologist: Doug Bellis

# CHESAPEAKE OPERATING, INC.

CHK Name & Number: BRUSHY 12 FEDERAL 1 891205  
 API number: 3001525416  
 County: EDDY  
 State: NM  
 Field:  
 Qtr Qtr Calls: S2 SE SW - 560 FSL 1980 FWL  
 Sec/Twnshp/Rng: 0012, 026S, 029E  
 Well Latitude / Longitude: 32.0510100 / -103.93840  
 District: PERMIAN  
 Number of Acres: 160  
 Well Status: PRODUCING  
 Tribe Name: undefined

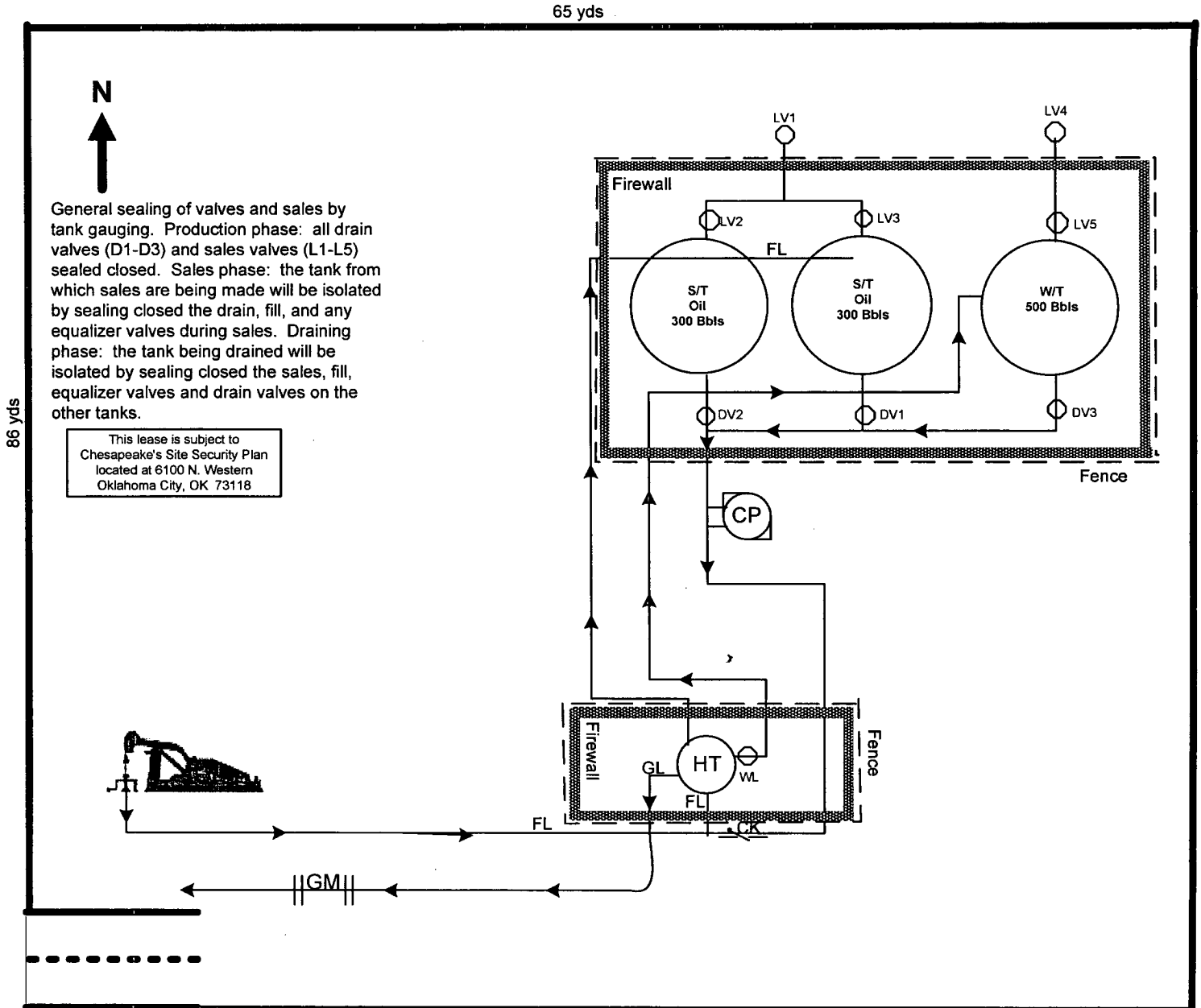
Regulatory Agency:  
 Lease Sign Type:  
 CA#:  
 APD Lease #:  
 Federal/Indian:  
 Last Violation:  
 Pumper:

100% BLM LEASE  
 NMLC71066  
 Federal

HOB-NM-Route 39- Mike Campbell

Foreman:  
 Field Office:  
 Alottee Name:

James Clary  
 HOBBS  
 undefined



BRUSHY 12 FEDERAL #1 891205

EXHIBIT "B"

Direction of Flow off Site: S