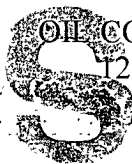


Submit 3 Copies To Appropriate District Office
District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004



OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-32420
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Chesapeake Operating Inc.		6. State Oil & Gas Lease No.
3. Address of Operator 2010 Rankin Hwy Midland, TX 79701		7. Lease Name or Unit Agreement Name Todd 2 State
4. Well Location Unit Letter <u>K</u> : 1980 feet from the <u>South</u> line and 1980 feet from the <u>West</u> line Section <u>2</u> Township <u>24S</u> Range <u>31E</u> NMPM County <u>Eddy</u>		8. Well Number <u>11</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3493 KB		9. OGRID Number 147179
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____		
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
OTHER: Temporarily Abandon ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion, or recompletion.

Chesapeake, respectfully, request permission to TA this well. Well is uneconomical to produce at this time. We will be evaluating other zones for possible production. We will set CIBP @ 6308 w/35' of cement. We wish to TA for 1 year.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☒.

SIGNATURE [Signature] TITLE Regulatory Tech. DATE 07/18/2007
Type or print name Shay Stricklin E-mail address: sstricklin@chkenergy.com Telephone No. (432)687-2992
For State Use Only [Signature] **Gerry Guye**
APPROVED BY: [Signature] TITLE Deputy Field Inspector
Conditions of Approval (if any): See Stipulations Attached. DATE JUL 23 2007
District II - Artesia

Stipulations for Temporary Abandon of Well

- 1. Approval is granted for 90 days (Oct 18, 2007). Work must begin prior to this date.**
- 2. A Mechanical Integrity Test must be completed and the original chart and subsequent C-103 must be on file prior to this date.**
- 3. Pending receipt of acceptable MIT and C-103, approval may be granted for a period of up to 5 years, at which time the well must be returned to production or a plug and abandon procedure must be submitted.**

If additional information is needed contact:

Gerry Guye
Deputy Field Inspector
NMOCD District II, Artesia
(505) 748-1283 ext 105
Cell (505) 626-0843
e-mail: gerry.guye@state.nm.us