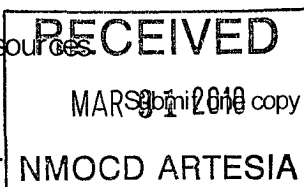


District I
1625 N French Dr , Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources

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



Form C-104
Revised October 15, 2009

Submit a copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|--|---|---|
| ¹ Operator name and Address Chesapeake Operating, Inc. P.O. Box 18496 Oklahoma City, OK 73154-0496 | | ² OGRID Number 147179 |
| ⁴ API Number 30 - 015 -36998 | | ³ Reason for Filing Code/ Effective Date NW |
| ⁵ Pool Name Pierce Canyon; Bone Spring, East | ⁶ Pool Code 96473 | |
| ⁷ Property Code 37594 | ⁸ Property Name PLU Pierce Canyon 5 State | ⁹ Well Number 1H |



II. ¹⁰ Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|-------------|---------------|----------------|--------|
| P | 5 | 25S | 30E | | 350' | South | 350' | East | Eddy |

¹¹ Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------------------|--|-----------------------------------|-----------------------------------|---------|------------------------------------|------------------|-------------------------------------|----------------|--------|
| A | 5 | 25S | 30E | | 398' | North | 502' | East | Eddy |
| ¹² Lse Code S | ¹³ Producing Method Code P | ¹⁴ Gas Connection Date | ¹⁵ C-129 Permit Number | | ¹⁶ C-129 Effective Date | | ¹⁷ C-129 Expiration Date | | |

III. Oil and Gas Transporters

| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ O/G/W |
|---|--|---------------------|
| 174238 | Teppco Crude Oil, LLC 210 Park Ave, Suite 1600 Oklahoma City, OK | O |
| 23435 | Transwestern Pipeline Company P.O. Box 1188 Houston, TX | G |
| Recovering load water and swab. Will submit potential after test. | | |

IV. Well Completion Data

| ²¹ Spud Date | ²² Ready Date | ²³ TD | ²⁴ PBTD | ²⁵ Perforations | ²⁶ DHC, MC |
|--------------------------|------------------------------------|-------------------------|----------------------------|----------------------------|-----------------------|
| 01/02/2010 | 03/02/2010 | 12327' | 12262' | 7900'-12327' | |
| ²⁷ Hole Size | ²⁸ Casing & Tubing Size | ²⁹ Depth Set | ³⁰ Sacks Cement | | |
| 17 1/2" | 13 3/8" | 695' | 900 sxs | | |
| 12 1/4" | 9 5/8" | 3730' | 1121 sxs | | |
| 8 3/4" | 5 1/2" | 12357' | 1845 sxs | | |
| 2 7/8" tubing set @7441' | | | | | |

V. Well Test Data

| ³¹ Date New Oil | ³² Gas Delivery Date | ³³ Test Date | ³⁴ Test Length | ³⁵ Tbg. Pressure | ³⁶ Csg. Pressure |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
| | | | | | |
| ³⁷ Choke Size | ³⁸ Oil | ³⁹ Water | ⁴⁰ Gas | ⁴¹ Test Method | |
| 0 | | | 0 | | |

⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.
Signature:

Printed name:
Bryan Arrant

Title:
Senior Regulatory Compl. Sp.

E-mail Address:
bryan.arrant@chk.com

Date: 03/25/2010
Phone: (405)935-3782

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

Lew D. Dade
DIST II Supervisor
04-20-2010