



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

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 [X] Oil Well [] Gas Well [] Other
2. Name of Operator CHESAPEAKE OPERATING, INC. Contact: LINDA GOOD
3a. Address P.O. BOX 18496 OKLAHOMA CITY, OK 73154-0496
3b. Phone No. (include area code) Ph: 405-935-4275
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 9 T24S R31E NWSE 2310FSL 2310FEL
8. Well Name and No. LOTOS FEDERAL 4
9. API Well No. 30-015-27593
10. Field and Pool, or Exploratory SAND DUNES
11. County or Parish, and State EDDY COUNTY, NM

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

Table with columns TYPE OF SUBMISSION and TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

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.

PLEASE FIND THE ATTACHED UPDATED DIAGRAM FOR THE LOTOS FEDERAL 4.

THIS IS THE CENTRAL TANK BATTERY FOR THE FOLLOWING WELLS IN FEDERAL LEASE NMNM63757:

- LOTOS C FEDERAL 901: 30-015-28700, 330 FNL 660 FEL OF SECTION 9, TWP 24S, RGE 31E, NENE QTR.
LOTOS C FEDERAL 903: 30-015-30043, 1980 FNL 760 FEL OF SECTION 9, TWP 24S, RGE 31E, SENE QTR.
LOTOS C FEDERAL 907: 30-015-34945, 410 FNL 1651 FEL OF SECTION 9, TWP 24S, RGE 31E, NWNE QTR.
LOTOS C FEDERAL 911: 30-015-35357, 1980 FNL 1651 FEL OF SECTION 9, TWP 24S, RGE 31E, SWNE QTR.

All wells not listed as per header (CHK PN 890478)

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Denied No Approval to commingle production See Previous Sundry 2/19/2010

14. I hereby certify that the foregoing is true and correct. Electronic Submission #93033 verified by the BLM Well Information System For CHESAPEAKE OPERATING, INC., sent to the Carlsbad
Name (Printed/Typed) LINDA GOOD Title SR. REGULATORY COMPLIANCE SPEC
Signature (Electronic Submission) Date 09/20/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By [Signature] Title LPE Title Date 10/4/10
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 CFO

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.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

Handwritten initials and signature at the bottom right.

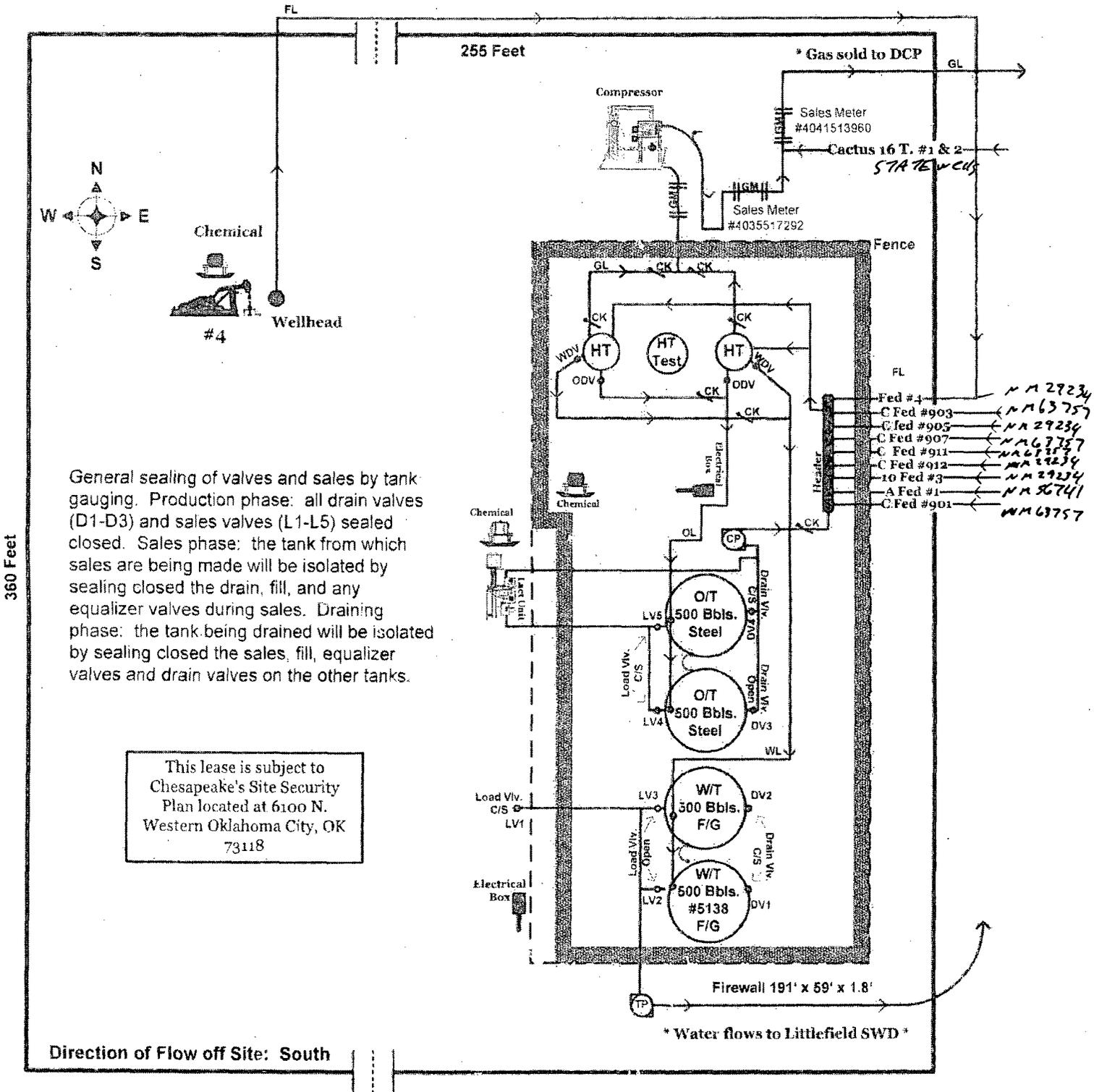
CHESAPEAKE OPERATING, INC.

Site Name: Lotos Federal #4

Inspected By: Rodney Acosta

Property Number: 890478

Date: 3-1-2010



Prepared by: Jackie Reynolds
Date: 3-1-2010

Approved by:
Date:

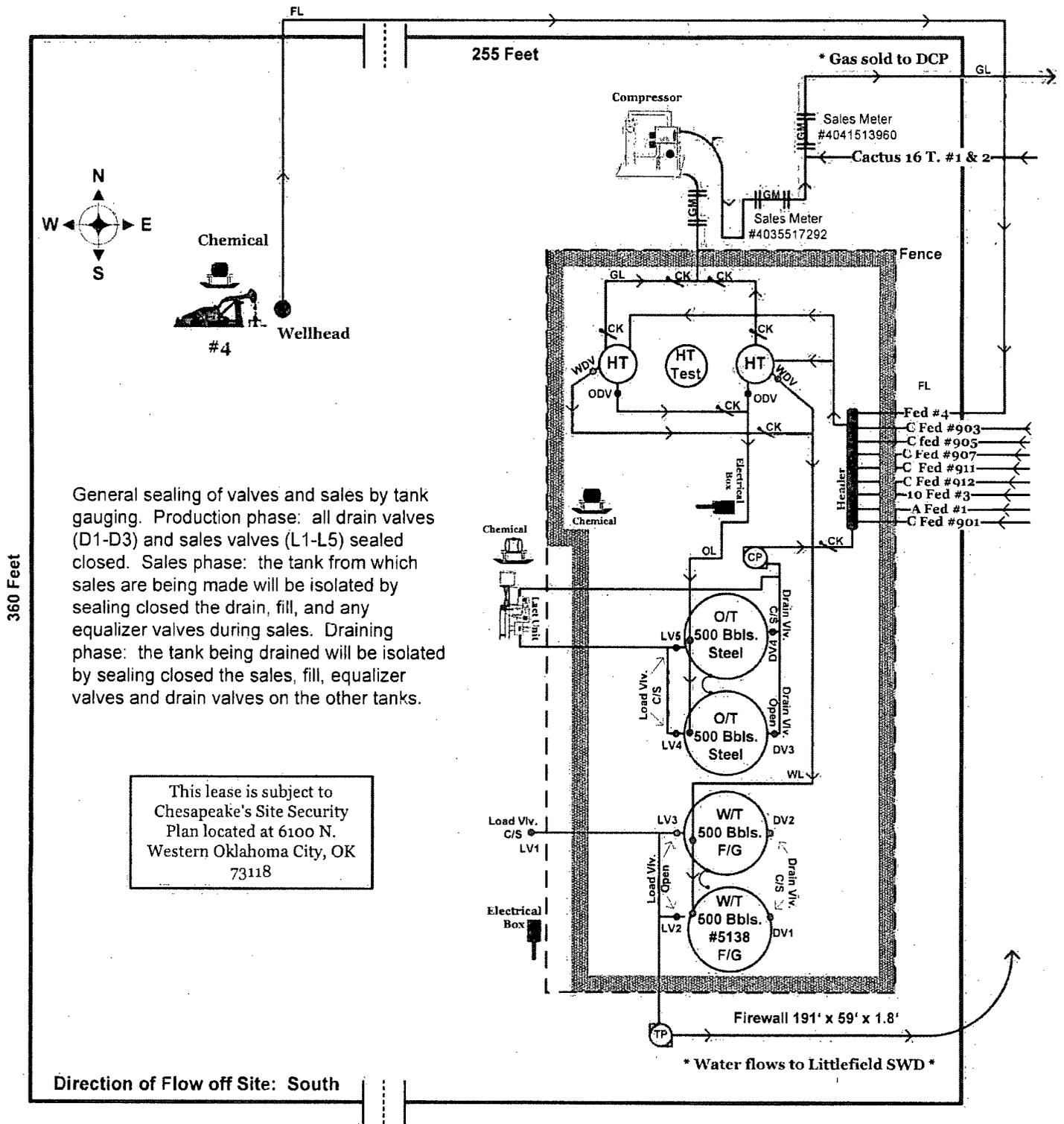
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