

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

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

Form C-103 May 27, 2004

WELL API NO. 30-025-36751
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Duncan 19
8. Well Number 002
9. OGRID Number 147179
10. Pool name or Wildcat D-K;Abo 15200

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.)
1. Type of Well: Oil Well [X] Gas Well [] Other []
2. Name of Operator Chesapeake Operating, Inc.
3. Address of Operator P. O. Box 11050 Midland, TX 79702-8050
4. Well Location Unit Letter B : 1050 feet from the North line and 1650 feet from the East line Section 19 Township 20S Range 39E NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3535 GR
Pit or Below-grade Tank Application [] or Closure []
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:

SUBSEQUENT REPORT OF:

- PERFORM REMEDIAL WORK [] PLUG AND ABANDON []
TEMPORARILY ABANDON [] CHANGE PLANS []
PULL OR ALTER CASING [] MULTIPLE COMPL []

- REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [X] P AND A []
CASING/CEMENT JOB [X]

OTHER: []

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.

9-16-04 Spud 12 1/4" surface hole @ 8:00 a.m. on 9-15-04. Ran 36 jts. 8 5/8" 24# J-55 STC csg. set @ 1,635'. Cmt'd w/725 sx 35:65 Poz + additives, tail in w/120 sx Cl. C + additives. WOC 24 hrs.
10-9-04 TD'd well. Logged GR, MSFL, DLL, Caliper and CNL - Spectral GR.
10-10-04 RU csg. crew. Ran 179 jts. 5 1/2" 17# J-55 LTC csg set @ 7700'. Pumped 18 bbls Sure Bond preflush and 10 bbls FW spacer. Cmt'd 1st stage w/575 sx Class "C" w/50/50 Poz + additives. 2nd stage, pump 10 BFW spacer, cmt w/1500 sx Cl C w/50:50 Poz + additives; tail in w/100 sx Cl C. Rel. McVay Drilling rig #4 @ 8:00 p.m. on 10/10/04. WOC. Run temp survey: TOC 2190'



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 Brenda Coffman TITLE Regulatory Analyst DATE 10/14/2004

Type or print name Brenda Coffman E-mail address: bcoffman@chkenergy.com Telephone No. (432)685-4310

For State Use Only

APPROVED BY: [Signature] TITLE _____ DATE _____
Conditions of Approval (if any): _____

PETROLEUM ENGINEER

OCT 26 2004