

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

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.

WELLS OCD
JUL 24 2012

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No KIEHNE RANCH 15 26 32 USA 1H ✓
2. Name of Operator CHESAPEAKE OPERATING INC ✓ Contact: ERIN CARSON E-Mail: erin.carson@chk.com		9. API Well No. 30-025-40602-00-X1 ✓
3a. Address OKLAHOMA CITY, OK 73154-0496	3b. Phone No. (include area code) Ph: 405-935-2896	10. Field and Pool, or Exploratory WC-025 G05 S263208P
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 15 T26S R32E SWSW 100FSL 400FWL <i>Unit M</i>		11. County or Parish, and State LEA COUNTY, NM

RECEIVED

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Alter Casing
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Water Disposal
	<input type="checkbox"/> Plug Back
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other Drilling Operations

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.)

CONFIDENTIAL

SPUD WELL, SET SURFACE, INTERMEDIATE AND PRODUCTION CASING

6/20/2012 SPUD WELL

6/21/2012 RAN 15 JTS 13.375" 48# H-40 SET @ 668', 900 SKS, 13.5 PPG, 1.73 YLD. RETURN TO SURFACE. 500 PSI @ 8:47. WOC 24 HRS.

6/26/2012 RAN 104 JTS 8.625" 32# J-55 SET @ 4,435'. LEAD W/1600 SKS, 12 PPG, 1.95 YLD. 500 PSI @ 15:17. WOC 24 HRS. TAIL W/350 SKS, 14.2 PPG, 1.37 YLD. RETURN TO SURFACE. 500 PSI @ 6:33. WOC 35 HRS.

14 I hereby certify that the foregoing is true and correct

Electronic Submission #143068 verified by the BLM Well Information System For CHESAPEAKE OPERATING INC, sent to the Hobbs Committed to AFMSS for processing by BEVERLY WEATHERFORD on 07/19/2012 (12BMW0146SE)

Name (Printed/Typed) ERIN CARSON	Title AUTHORIZED REPRESENTATIVE
Signature (Electronic Submission)	Date 07/17/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	JAMES A AMOS Title SUPERVISOR EPS	Date 07/22/2012
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 Hobbs

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

JUL 26 2012

Additional data for EC transaction #143068 that would not fit on the form

32. Additional remarks, continued

7/7/2012 RAN 318 JTS 5.5" 17# P-110 SET @ 14,100'. LEAD W/700 SKS 12.4 PPG, 2.19 YLD. 500 PSI @ 27:16. TAIL W/1250 SKS 14.5 PPG, 1.28 YLD. 500 PSI @ 10:23.

RIG RELEASE 7/9/2012

CHK PN 643383