

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

WELL API NO.	30-025-37082
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name Gurney 3 State	
8. Well Number	001
9. OGRID Number	147179
10. Pool name or Wildcat Wildcat;Morrow	

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> 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 <u>K</u> : <u>2260</u> feet from the <u>South</u> line and <u>1880</u> feet from the <u>West</u> line Section <u>3</u> Township <u>23S</u> Range <u>33E</u> NMPM County <u>Lea</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3572 GR	
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: ☐

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.

2-20-05 Spud 17 1/2" surface hole @ 5:00 a.m.
2-22-05 Ran 18 jts. 13 3/8" 48# H-40 STC csg. set @ 800'. Cmt'd w/100 sx Thixotropic + additives and 395' sx Lite Premium + additives; tail in w/300 sx Premium Plus + additives. circ. 148 sx to surface. WOC 23 hrs.
3-03-05 In 12 1/4" hole ran 112 jts. 9 5/8" J-55 STC csg. set @ 4,965'. Cmt'd w/1,450 sx Interfill C-SBM; tail in w/235 sx Premium Plus. Cmt circ to pit. WOC 24 hrs.
3-21-05 In 8 3/4" hole ran 276 jts. 7" 26# HCP-110 LTC csg. set @ 12,298'. Cmt'd 1st stage w/360 sx Interfill H + additives; tail in w/100 sx Premium H + additives. Circ. 25 sx to pit.
5-01-05 In 6 1/8" hole ran 373 jts 4 1/2" 15.1# P-110 LTC csg. Cmt. w/400 sx Premium H + additives. Release Nabors Drilling rig # 311 @ 7:00 p.m.
5-12-05 RU Gray WL, RIH w/CBL/GR/CCL from 15,474 (PBTD) to 15,100'. TOC @ 10,700'. RIH w/perforating gun, perforate Morrow C 15,297' - 15,302' @ 4 spf.
5-14-05 RU Cudd Pumping Service. Acidize Morrow C w/1,500 gals 7.5% HCL w/32 ball sealers. Flush w/2,520 gals 7% KCL. RD Cudd. Swabbing.
5-18-05 RU gray WL. RIH w/4 1/2" CIBP set @ 15,210', POOH load csg., test plug, would only hold @ 750#, start pumping into it. RIH w/4 1/2" CIBP set @ 15,207'. RIH w/bailer, bail 2 sx cmt on plug. Test to 2500# - OK. RIH w/perforating guns, perforate Morrow "B" 15,118 - 15,130' @ 4 spf. RD

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 05/18/2005

Type or print name Brenda Coffman
For State Use Only

E-mail address: bcoffman@chkenergy.com Telephone No. (432)687-2992

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAY 23 2005
Conditions of Approval (if any):