

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720
District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 32923

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: <u>O</u> 2. Name of Operator <u>CHESAPEAKE OPERATING, INC.</u> 3. Address of Operator <u>P. O. BOX 18496, OKLAHOMA CITY, OK 731540496</u> 4. Well Location Unit Letter <u>L</u> : <u>2310</u> feet from the <u>S</u> line and <u>330</u> feet from the <u>W</u> line Section <u>12</u> Township <u>10S</u> Range <u>32E</u> NMPM <u>Lea</u> County 11. Elevation (Show whether DR, KB, BT, GR, etc.) <u>4238 GR.</u>		WELL API NUMBER <u>30-025-37766</u>
		5. Indicate Type of Lease <u>S</u>
		6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <u>JORDAN 12 STATE</u>		
8. Well Number <u>004</u>		
9. OGRID Number <u>147179</u>		
10. Pool name or Wildcat		
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:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE OF PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐
Other: **Drilling/Cement** ☒

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.
5/6/06 In 7 7/8" hole, ran 222 jts 5 1/2" 17# L-80 LTC csg. set @ 10,000'. Cemented w/1,090 sx 50:50 Poz H + 10% gel + 0.5% FI-25 + .008% ASA-301 + .03% R-21, 11.80 ppg & 2.29 yld. Tail in w/335 sx 61:15 Poz C CSE + .6% FI25 + .6% FI 52 + 1% SMS + 3% Salt, 13.20 ppg & 1.61 yld. TOC 2200' Tested csg. to 2000# for 10 mins - OK. 4/6/2006 Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
04/07/06	Surf	FreshWater	17.5	13.375	48	H-40	0	423	380	1.74	C		1200	0	Y
04/12/06	Int1	CutBrine	11	8.625	32	J55	0	3411	1225	2.45	50/50 Poz		1200	0	Y
05/05/06	Prod	FreshWater	7.875	5.5	17	L80	2200	10000	1425	1.61	Poz C		2200	0	Y

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 Electronically Signed _____ TITLE Regulatory Analyst _____ DATE 6/23/2006
Type or print name Brenda Coffman _____ E-mail address bcoffman@chkenergy.com _____ Telephone No. 432-685-4310

For State Use Only:

APPROVED BY: Paul Kautz TITLE Geologist DATE 6/23/2006 3:58:43 PM