

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 51285

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: ☐		WELL API NUMBER 30-025-38171
		5. Indicate Type of Lease S
		6. State Oil & Gas Lease No.
2. Name of Operator CHESAPEAKE OPERATING, INC.		7. Lease Name or Unit Agreement Name SHELL 26 STATE
3. Address of Operator P. O. BOX 18496, OKLAHOMA CITY, OK 731540496		8. Well Number 003
4. Well Location Unit Letter <u>G</u> : <u>2130</u> feet from the <u>N</u> line and <u>1980</u> feet from the <u>E</u> line Section <u>26</u> Township <u>10S</u> Range <u>32E</u> NMPM Lea County		9. OGRID Number 147179
11. Elevation (Show whether DR, KB, BT, GR, etc.) 4314 GR		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.
1/2/07. Run 91 jts 8 5/8 32# J-55 8RD LTC csg set @ 3750. Cmdt w/800 sx, tail in w/200 sx C1C + additives, WOC 18 hrs, ran 213 sx to surf, tested cmt to 1123 psi for 28 mins-OK
1/23/07. Run 229 jts 5 1/2 17# L-80 LTC csg set @ 10449. Cmdt 1st stage w/400 sx cl C + additives, 2nd stage w/830 sx 50:50 Poz Premium Plus H, tail in w/270 sx Premium Plus C1H, WOC 18 hrs, ran 214 sx to surf, tested cmt to 639 psi for 32 mins-OK. Release Patterson drlg rig #504 @ 11 pm.
12/23/2006 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
12/24/06	Surf	FreshWater	17.5	13.375	48	H40	0	405	365	1.74	C		1150	0	Y
01/02/07	Int1	Brine	11	8.625	32	J-55	0	3750	1000	2.46	C		1123	0	Y
01/23/07	Prod	FreshWater	7.875	5.5	17	L-80	2750	10449	1500	1.57	G		639	0	Y
01/23/07	Prod	FreshWater	7.875	5.5	17	L-80	2750	10449	1500	1.57	H		639	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 4/13/2007
Type or print name Brenda Coffman E-mail address bcoffman@chkenergy.com Telephone No. 432-687-2992

For State Use Only:

APPROVED BY: Chris Williams TITLE District Supervisor DATE 4/13/2007 10:59:21 AM