

WFX-862

| | | | | | |
|-----------------|----------|-------------|-------------------|----------|----------------------------|
| DATE IN 3-10-10 | SUSPENSE | ENGINEER TW | LOGGED IN 3-10-10 | TYPE WFX | PTGW APP NO. 1006945047 |
|-----------------|----------|-------------|-------------------|----------|----------------------------|

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



RECEIVED OCD

2010 MAR 11 A 11:04
TBAU #6

ADMINISTRATIVE APPLICATION CHECKLIST

30-025-35937

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

TBAU #25
30-025-36248

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- [D] Other: Specify _____

Trinity Wolfcamp
59890

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

| | | | |
|--------------------|-----------|---------------------------------|-----------|
| Christian Combs | | Manager-Regulatory, S. Division | 2-05-2010 |
| Print or Type Name | Signature | Title | Date |
| | | Christian.Combs@chk.com | |
| | | e-mail Address | |



Regulatory Department

VIA UPS

February 5, 2010

Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

RE: Trinity Burrus Abo Unit # 6
API # 30-025-35937
330' FSL & 2310' FWL
Unit Letter N, Section 22, T-12-S, R-38-E

Trinity Burrus Abo Unit # 25
API # 30-025-36248
2310' FSL & 330' FEL
Unit Letter I, Section 27, T-12-S, R-38-E

Gentlemen:

Enclosed for your review is NMOCD's form C-108 and attachments to convert the referenced wells to injection. This application is made pursuant to Division Rule 19.15.26.8 (C) for administrative approval for injection purposes. Chesapeake proposes to re-enter the above captioned wells and convert to injection in the Wolfcamp formation.

Publication of the application of Chesapeake's intent to utilize the subject wells for injection has been made to the Hobbs News Sun. In addition, a copy of the application has been made available to the owner of the surface land, New Mexico State Land Office, and notice of application has been provided as required per NMOCD's Rule 19.15.26.8 (B) (2) within one-half mile of the well location.

Respectfully yours,

A handwritten signature in black ink, appearing to read "Bryan Arrant".

Bryan Arrant
Chesapeake Operating, Inc.
Senior Regulatory Compliance Specialist

Enclosures(s): NMOCD's C-108 Application

CC: NMOCD's District I Office, Hobbs, NM

APPLICATION FOR AUTHORIZATION TO INJECT

I. PURPOSE : Secondary Recovery Pressure Maintenance Disposal Storage
Application qualifies for administrative approval? Yes No

II. OPERATOR: Chesapeake Operating, Inc.

ADDRESS : P.O. Box 18496 Oklahoma City, OK 73154

CONTACT PARTY : Bryan Arrant PHONE : (405)935-3782

III. WELL DATA: Complete the data required on the reverse side of this form for each well processed for injection.
Additional sheets may be attached if necessary.

IV. Is this an expansion of an existing project? Yes No
If yes, give the Division order number authorizing the project. R-12496 (A)

V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.

VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.

VII. Attach data on the proposed operation, including:

1. Proposed average and maximum daily rate and volume of fluids to be injected;
2. Whether the system is open or closed;
3. Proposed average and maximum injection pressure;
4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and
5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).

*VIII. Attach appropriate geological data on the injection zone including appropriate lithologic detail, geological name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.

IX. Describe the proposed stimulation program, if any.

*X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted.)

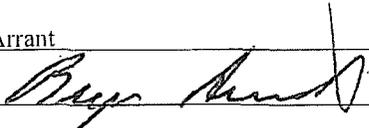
*XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.

XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water.

XIII. Applicants must complete the 'Proof of Notice' section on the reverse side of this form.

XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

NAME: Bryan Arrant TITLE: Senior Regulatory Compl. Sp.

SIGNATURE:  DATE: 02/05/2010

E-MAIL ADDRESS: bryan.arrant@chk.com

* If the information required under Sections VI, VII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstance of the earlier submittal: _____

III. WELL DATA

A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; Location by Section, Township, and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, NM 87505 within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

INJECTION WELL DATA SHEET

OPERATOR: Chesapeake Operating, Inc.

WELL NAME & NUMBER: Trinity Burrus Abo Unit # 6

WELL LOCATION: 330' FSL & 2310' FWL N 22 SECTION 12S TOWNSHIP 38E RANGE

FOOTAGE LOCATION UNIT LETTER

WELLBORE SCHEMATIC

WELL CONSTRUCTION DATA

Surface Casing

Hole Size: 17 1/2" Casing Size: 13 3/8"

Cemented with: 375 sxs sx. or ft³

Top of Cement: 0' Method Determined: Circulated

Intermediate Casing

Hole Size: 11" Casing Size: 8 5/8"

Cemented with: 1050 sxs sx. or ft³

Top of Cement: 1320' Method Determined: Temp Survey

Production Casing

Hole Size: 7 7/8" Casing Size: 5 1/2"

Cemented with: 954 sxs sx. or ft³

Top of Cement: 2440' Method Determined: CBL

Total Depth: 9254'

Injection Interval

9035' feet to 9087' Perforated

(Perforated or Open Hole; indicated which)

9035'
1807

INJECTION WELL DATA SHEET

Tubing Size: 2 3/8" Lining Material: Plastic

Type of Packer: Baker Loc-Set

Packer Setting Depth: 8982'

Other Type of Tubing/Casing Seal (if applicable): _____

Additional Data

1. Is This a new well drilled for injection? _____ Yes No

If no, for what purpose was the well originally drilled? Oil Well

2. Name of the Injected Formation: Wolfcamp

3. Name of Field or Pool (if applicable): Trinity Wolfcamp

4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. _____

5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injected zone in this area: None

INJECTION WELL DATA SHEET

OPERATOR: Chesapeake Operating, Inc.

WELL NAME & NUMBER: Trinity Burrus Abo Unit # 25

WELL LOCATION: 2310' FSL & 330' FEL I 27 12S 38E

FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGE

WELLBORE SCHEMATIC

WELL CONSTRUCTION DATA

Surface Casing

Hole Size: 17 1/2" Casing Size: 13 3/8"

Cemented with: 450 sxs. or ft³

Top of Cement: 0' Method Determined: Circulated

Intermediate Casing

Hole Size: 11" Casing Size: 8 5/8"

Cemented with: 1500 sxs. or ft³

Top of Cement: 0' Method Determined: Circulated

Production Casing

Hole Size: 7 7/8" Casing Size: 5 1/2"

Cemented with: 1200 sxs or ft³

Top of Cement: 3000' Method Determined: Temp Survey

Total Depth: 9850'

Injection Interval

9086' feet to 9128' (Perforated)

(Perforated or Open Hole; indicated which)

9086'

X.2

1817

INJECTION WELL DATA SHEET

Tubing Size: 2 3/8" Lining Material: Plastic

Type of Packer: Baker Loc-Set

Packer Setting Depth: 9033'

Other Type of Tubing/Casing Seal (if applicable): _____

Additional Data

1. Is This a new well drilled for injection? _____ Yes X No

If no, for what purpose was the well originally drilled? Oil well

2. Name of the Injected Formation: Wolfcamp

3. Name of Field or Pool (if applicable): Trinity Wolfcamp

4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. _____

5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injected zone in this area: None

**Application for Authorization to Inject
Chesapeake Operating, Inc.
Lea County, New Mexico**

LIST OF WELLS FOR THIS APPLICATION

Trinity Burrus Abo Unit # 6
API # 30-025-35937
330' FSL & 2310' FWL
Unit Letter N, Section 22, T-12-S, R-38-E

Trinity Burrus Abo Unit # 25
API # 30-025-36248
2310' FSL & 330' FEL
Unit Letter I, Section 27, T-12-S, R-38-E

Chesapeake Operating, Inc. proposes to re-enter the above captioned wells and convert to injection in the Wolfcamp formation.
This is an expansion of an existing project, Division Order: R-12496 (A).
Please find the following application for authorization to inject (NMOCD's form C-108) along with attachments and item information:

REQUIREMENTS PER NMOCD's C-108 APPLICATION

Item I

The purpose of this application is for secondary recovery.

Item II

Chesapeake Operating, Inc. (OGRID # 147179)
P.O. Box 18496
Oklahoma City, OK 73154-0496
Bryan Arrant, Phone: (405) 935-3782

Item III

See Data Sheets attached

Item IV

This is an expansion of an existing project and is covered under
Division Order: R-12496 (A).

Item V

See attached maps showing all wells within ½ mile and 2 mile radius.

Item VI

Within the area of review (AOR) which penetrates each proposed disposal zone, there are no plugged wells within a ½ mile radius.

Item VII

1. Daily average injection rate is expected to be 300 BWPD. Maximum daily injection rate will be approximately 1000 BWPD.
2. The system will be closed.
3. The proposed average injection pressure is expected to be 1800 psig and the maximum pressure is expected to be 1800 psig.
4. The source of water to be injected is produced water, fresh water and Devonian. A water analysis is attached. Item VII (5)
5. Injection is not for disposal.

Item VIII

The Gladiola; Wolfcamp oil pool is located in southeastern Lea County, New Mexico. The Wolfcamp lithology in the proposed injection zone is composed of dolostones which are light brown to opaque, sacrosic in texture and very fine to fine crystalline grained. Show samples have light brown staining with a light yellow green fluorescence.

The geological tops of the Wolfcamp are indicated below for both wells. The base of the Wolfcamp in this area occurs at a depth of @ 9718' (bgs) directly to the northwest of these wells. The fresh water in this area is from the Ogallala formation with depth from the surface at approximately 35' and the total depth at around 125'. (Please find attached information).

| <u>Well Name</u> | <u>Top of Wolfcamp</u> | <u>Bottom of Wolfcamp</u> |
|------------------|------------------------|---------------------------|
| TBAU #6 | 9110' | NDE |
| TBAU # 26 | 9150' | NDE |

Item IX

The "Procedure to Convert" these 2 wells to injection are attached.

Item X

The electric logs were submitted by the original operator to the Oil Conservation Division when these wells were completed.

Item XI

One water analysis from a fresh water well was available within one mile of the proposed Trinity Burros Abo Unit # 6 well and is attached.

Item XII

This application is not for a salt water disposal and is for injection into the Wolfcamp formation. There is no evidence of open faults or any other hydrological connection between the disposal zone and any underground sources of drinking water.

Item XIII

Proof of Notice

- A copy of the application has been furnished by certified mail. A list is provided.
- A copy of the legal advertisement in the county in which the well is located is attached.

Additional Information for Trinity Burrus Abo Unit Wells # 6 & # 25:

- Actual & proposed well bore diagrams.
- Geological formation tops.
- New Mexico Office of the State Engineer's list of water wells in general area.



Catalyst Oilfield Services
 11999 E Hwy 158
 Gardendale, TX 79758
 (432) 563-0727
 Fax: (432) 224-1038

Water Analysis Report

Customer: Chesapeake Operating Sample #: 16145
 Area: New Mexico - Bronco Analysis ID #: 2799
 Lease: Trinity Burris Unit
 Location: Water Injection Plant SE/4SW4 of Sec. 22, T-12-S R-38-E
 Sample Point: IPD

| | | | | | | | |
|---------------------|------------|-----------------------------------|---------|---------|-------------------------------|---------|--------|
| Sampling Date: | 11/24/2009 | Anions | mg/l | meq/l | Cations | mg/l | meq/l |
| Analysis Date: | 12/1/2009 | Chloride: | 35539.1 | 1002.43 | Sodium: | 19867.6 | 864.19 |
| Analyst: | Mitchell | Bicarbonate: | 439.9 | 7.21 | Magnesium: | 395.3 | 32.52 |
| TDS (mg/l or g/m3): | 60489.5 | Carbonate: | | | Calcium: | 2846.2 | 142.02 |
| Density (g/cm3): | 1.042 | Sulfate: | 1400.0 | 29.15 | Strontium: | | |
| Hydrogen Sulfide: | 25.00 | | | | Barium: | | |
| Carbon Dioxide: | | | | | Iron: | 1.1 | 0.04 |
| Comments: | | pH at time of sampling: | | 6.06 | Manganese: | 0.290 | 0.01 |
| | | pH at time of analysis: | | | | | |
| | | pH used in Calculation: | | 6.06 | Conductivity (micro-ohms/cm): | | 99000 |
| | | Temperature @ lab conditions (F): | | 70 | Resistivity (ohm meter): | | .1010 |

| Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl | | | | | | | | | | |
|---|------------------------------|--------|--|--------|--------------------------------|--------|--------------------------------|--------|-----------------------------|--------|
| Temp | Calcite CaCO ₃ | | Gypsum CaSO ₄ ·2H ₂ O | | Anhydrite CaSO ₄ | | Celestite SrSO ₄ | | Barite BaSO ₄ | |
| | Index | Amount | Index | Amount | Index | Amount | Index | Amount | Index | Amount |
| 80 | -0.17 | 0.00 | -0.22 | 0.00 | -0.27 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 100 | -0.06 | 0.00 | -0.26 | 0.00 | -0.24 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 120 | 0.06 | 5.94 | -0.28 | 0.00 | -0.18 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 140 | 0.18 | 18.16 | -0.30 | 0.00 | -0.10 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 160 | 0.31 | 30.04 | -0.31 | 0.00 | -0.01 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 180 | 0.44 | 41.60 | -0.31 | 0.00 | 0.10 | 127.77 | 0.00 | 0.00 | 0.00 | 0.00 |
| 200 | 0.58 | 52.50 | -0.30 | 0.00 | 0.23 | 249.93 | 0.00 | 0.00 | 0.00 | 0.00 |
| 220 | 0.72 | 62.40 | -0.30 | 0.00 | 0.36 | 352.61 | 0.00 | 0.00 | 0.00 | 0.00 |

Item VII(5)

TBAU #6
SEC 22, 12S-38E, 330 FSL & 2310 FWL
Lea, NM
API #3002535937
CHK Prop #890681
1/12/10

Convert to Injector

Workover Justification

The TBAU #6 will provide additional injection support to the active waterflood.

Well Data

Tubing: 2-7/8" 6.5# N-80 @ 9,163'
Casing: 5-1/2" 17# N-80 @ 9,254'
TD: 9,254'
PBTD: 9,220' (Original Hole)
Elevation: 3,819' KB 3,801' GL
WI / NRI (%): 65.58 / 50.70

TAC: 8,833'
SN: 9,163'
Mud Anchor: 9,164' – 9,196'

Open Perforations:

Wolfcamp 9,035' – 9,087' w/ 2 SPF (52' Gross Interval)

Procedure

1. Prepare location. Test anchors and clean area for workover.
2. MIRU PU. ND WH. NU BOP. TOH & LD rod string and pump.
3. Release TAC set @ 8,833'. TOH & LD 2-7/8" 6.5# N-80 production tubing. (Run bit & scraper if deemed necessary)
4. RU hydrotesters: PU 2-3/8" pump out plug, 1.43" SS F-nipple w/ 1.385" No-Go, 2-3/8" N-80 IPC sub, 2-3/8" X 5-1/2" lock-set injection packer, on/off tool w/ 1.5" SS F-nipple & 2-3/8" N-80 IPC tbg. TIH while hydrotesting & set injection packer 50' from the top perforation @ 9,035'. RD hydrotesters.
5. Release on/off tool. Load hole w/ packer fluid. (Approx. 200 bbl). Latch on/off tool. Pressure up on casing to ensure integrity for OCD. Pressure up on tubing to pump out plug.
6. RU acid crew. Pump 5000 gal 15% HCL job on Wolfcamp perforations from 9,035' – 9,087'. Displace acid w/ tubing volume of KCL water (Approx. 35 bbl).
7. ND BOP. NU WH. RDMO PU. Clean location & begin injection.

Contacts

Completion Foreman: ??
Completion Superintendent: Mark Mabe (432) 556-6067
Production Foreman: Steve Serna (575) 390-9053
Production Superintendent: Curtis Blake (575) 631-9936
Production Engineer: Shannon Glancy (405) 935-8109
Asset Manager: Jeff Finnell (405) 935-4347

TBAU #25
SEC 27, 12S-38E, 2310 FSL & 330 FEL
Lea, NM
API # 3002536248
CHK Prop # 890738
1/12/10

Convert to Injector

Workover Justification

The TBAU #25 will provide additional injection support to the active waterflood.

Well Data

Tubing: 2-7/8" @ 9,164'
Casing: 5-1/2" 17# N-80 & J-55 @ 9,850'
TD: 9,850'
PBTD: 9,784'
Elevation: 3,807' KB 3,789' GL
WI / NRI (%): 65.58 / 50.70

TAC: 8,909'
SN: 9,164'
Mud Anchor: 9,170' - 9,200'

Open Perforations:

Wolfcamp 9,086' - 9,128' w/ 2 SPF (42' Gross Interval)

Procedure

1. Prepare location. Test anchors and clean area for workover.
2. MIRU PU. ND WH. NU BOP. TOH & LD rod string and pump.
3. Release TAC set @ 8,909'. TOH & LD 2-7/8" production tubing. (Run bit & scraper if deemed necessary)
4. RU hydrotesters. PU 2-3/8" pump out plug, 1.43" SS F-nipple w/ 1.385" No-Go, 2-3/8" N-80 IPC sub, 2-3/8" X 5-1/2" lock-set injection packer, on/off tool w/ 1.5" SS F-nipple & 2-3/8" N-80 IPC tbg. TIH while hydrotesting & set injection packer 50' from the top perforation @ 9,086'. RD hydrotesters.
5. Release on/off tool. Load hole w/ packer fluid. (Approx. 200 bbl). Latch on/off tool. Pressure up on casing to ensure integrity for OCD. Pressure up on tubing to pump out plug.
6. RU acid crew. Pump 5000 gal 15% HCL job on Wolfcamp perforations from 9,086' - 9,128'. Displace acid w/ tubing volume of KCL water (Approx. 35 bbl).
7. ND BOP. NU WH. RD MO PU. Clean location & begin injection.

Contacts

Completion Foreman: ??
Completion Superintendent: Mark Mabe (432) 556-6067
Production Foreman: Steve Serna (575) 390-9053
Production Superintendent: Curtis Blake (575) 631-9936
Production Engineer: Shannon Glancy (405) 935-8109
Asset Manager: Jeff Finnell (405) 935-4347



Catalyst Oilfield Services
 11999 E Hwy 158
 Gardendale, TX 79758
 (432) 563-0727
 Fax: (432) 224-1038

Water Analysis Report

Customer: Chesapeake Operating Sample #: 16144
 Area: New Mexico - Bronco Analysis ID #: 2798
 Lease: Trinity Burris Unit
 Location: Fresh Water 0
 Sample Point: Other SE/4SE/4 of Sec. 22, T-12-S R 38-E

| | | | | | | | |
|---------------------|------------|-----------------------------------|-------|-------|-------------------------------|-------|---------|
| Sampling Date: | 11/24/2009 | Anions | mg/l | meq/l | Cations | mg/l | meq/l |
| Analysis Date: | 12/1/2009 | Chloride: | 65.1 | 1.84 | Sodium: | 40.1 | 1.74 |
| Analyst: | Mitchell | Bicarbonate: | 220.0 | 3.6 | Magnesium: | 18.5 | 1.52 |
| TDS (mg/l or g/m3): | 507.8 | Carbonate: | | | Calcium: | 79.0 | 3.94 |
| Density (g/cm3): | 1 | Sulfate: | 85.0 | 1.77 | Strontium: | | |
| Hydrogen Sulfide: | .00 | | | | Barium: | | |
| Carbon Dioxide: | | | | | Iron: | 0.1 | 0. |
| Comments: | | | | | Manganese: | 0.020 | 0. |
| | | pH at time of sampling: | | 6.85 | | | |
| | | pH at time of analysis: | | | | | |
| | | pH used in Calculation: | | 6.85 | | | |
| | | Temperature @ lab conditions (F): | | 70 | Conductivity (micro-ohms/cm): | | 884 |
| | | | | | Resistivity (ohm meter): | | 11.3122 |

Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl

| Temp | Calcite CaCO ₃ | | Gypsum CaSO ₄ ·2H ₂ O | | Anhydrite CaSO ₄ | | Celestite SrSO ₄ | | Barite BaSO ₄ | |
|------|------------------------------|--------|--|--------|--------------------------------|--------|--------------------------------|--------|-----------------------------|--------|
| | Index | Amount | Index | Amount | Index | Amount | Index | Amount | Index | Amount |
| 80 | -0.42 | 0.00 | -1.64 | 0.00 | -1.71 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 100 | -0.28 | 0.00 | -1.63 | 0.00 | -1.64 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 120 | -0.13 | 0.00 | -1.62 | 0.00 | -1.54 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 140 | 0.03 | 1.05 | -1.59 | 0.00 | -1.43 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 160 | 0.20 | 6.66 | -1.56 | 0.00 | -1.29 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 180 | 0.37 | 12.61 | -1.53 | 0.00 | -1.14 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 200 | 0.56 | 18.22 | -1.49 | 0.00 | -0.98 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 220 | 0.75 | 23.82 | -1.44 | 0.00 | -0.81 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

Item XI

Additional Information

- Actual & proposed well bore diagrams.
- Geological formation tops.
- New Mexico Office of the State Engineer's list of water wells in general area.

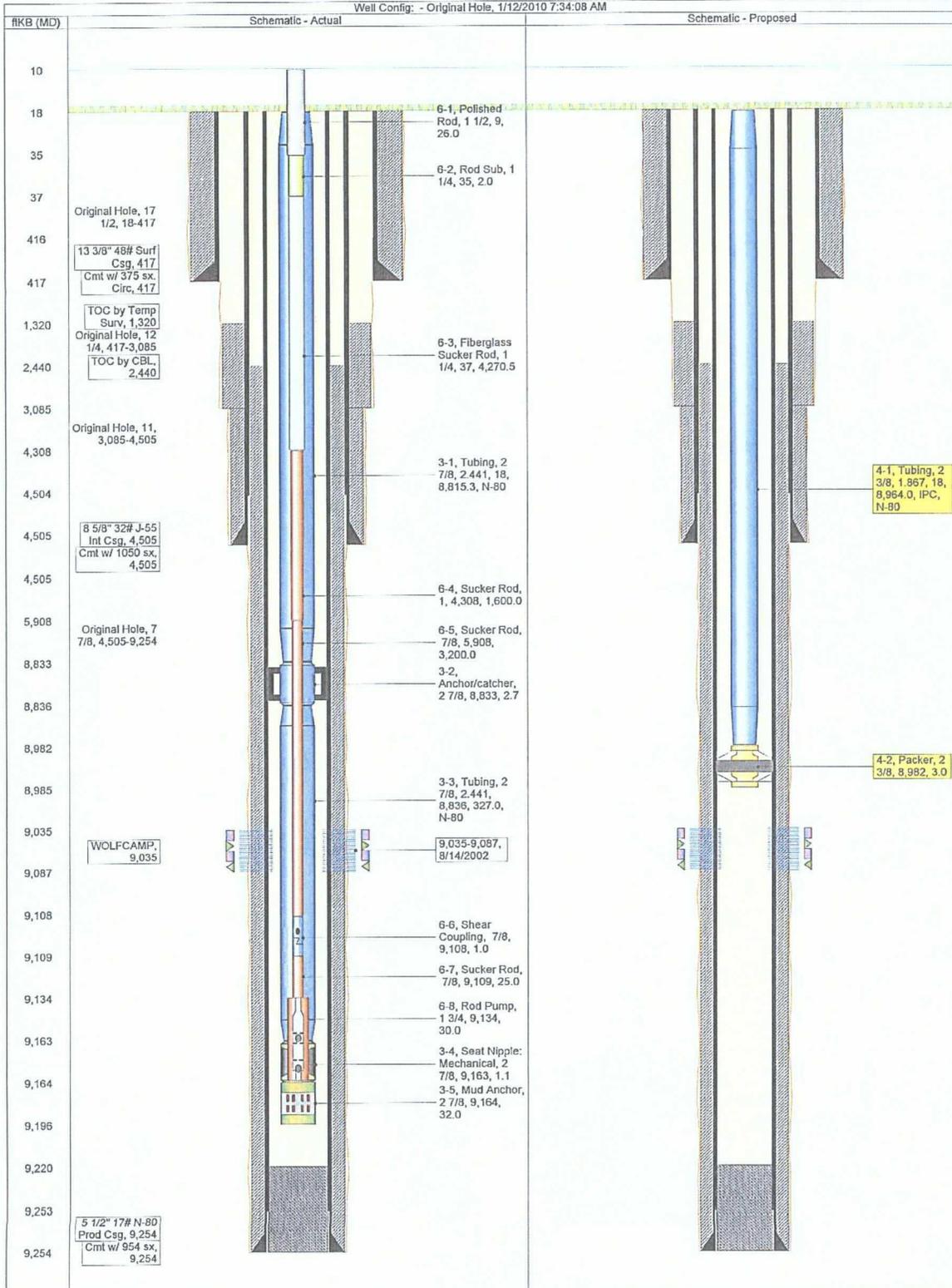


Proposal - Workover

TBAU 6

Field: TRINITY WOLFCAMP
 County: LEA
 State: NEW MEXICO
 Location: SEC 22, 12S-38E, 330 FSL & 2310 FWL
 Elevation: GL 3,801.00 KB 3,819.00
 KB Height: 18.00

Spud Date: 7/13/2002
 Initial Compl. Date:
 API #: 3002535937
 CHK Property #: 890681
 1st Prod Date: 8/31/2002
 PBTD: Original Hole - 9220.0
 TD: 9,254.0



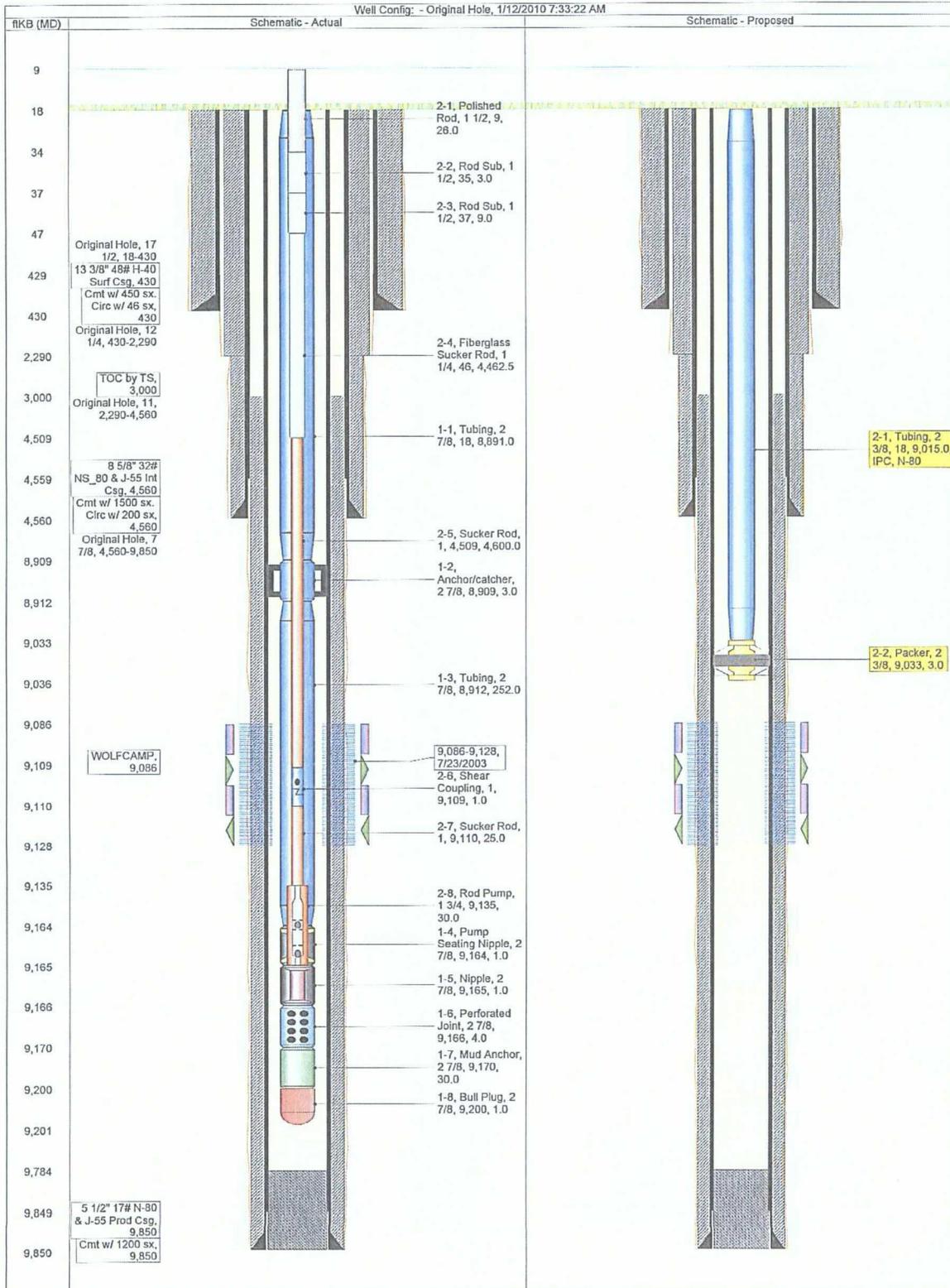


Proposal - Workover

TBAU 25

Field: TRINITY (WOLFCAMP)
 County: LEA
 State: NEW MEXICO
 Location: SEC 27, 12S-38E, 2310 FSL & 330 FEL
 Elevation: GL 3,789.00 KB 3,807.00
 KB Height: 18.00

Spud Date: 6/18/2003
 Initial Compl. Date:
 API #: 3002536248
 CHK Property #: 890738
 1st Prod Date: 7/30/2003
 PBTD: Original Hole - 9784.0
 TD: 9,850.0



Geological Formation Tops

- **Trinity Burrus Abo Unit # 6**
Sec. 22, T-12-S R-38-E
330' FSL & 2301' FWL
Lea County, New Mexico
API# 30-025-35937

| | |
|--------------|-------|
| Yates | 3060' |
| Seven Rivers | 3310' |
| Queen | 3845' |
| San Andres | 4464' |
| Glorieta | 5920' |
| Tubb | 7165' |
| Abo | 7780' |
| Wolfcamp | 9110' |

- **Trinity Burrus Abo Unit # 25**
Sec. 27, T-12-S R-38-E
2310' FSL & 330' FEL
Lea County, New Mexico
API# 30-025-36248

| | |
|--------------|-------|
| Yates | 3086' |
| Seven Rivers | 3395' |
| Queen | 3895' |
| San Andres | 4475' |
| Glorieta | 5942' |
| Tubb | 7192' |
| Abo | 7868' |
| Wolfcamp | 9150' |



New Mexico Office of the State Engineer

Water Column/Average Depth to Water

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

| POD Number | Sub basin | Use | County | Q Q Q | | | Sec | Tws | Rng | X | Y | Depth | Depth | Water |
|---------------|-----------|-----|--------|-------|----|----|-----|-----|--------|----------|-----|-------|-------|--------|
| | | | | 64 | 16 | 4 | | | | | | Well | Water | Column |
| L 00568 S 16 | IRR | LE | 4 | 4 | 2 | 23 | 12S | 38E | 680696 | 3682353* | 240 | 120 | 120 | |
| L 02851 APPRO | DOM | LE | 4 | 2 | 4 | 23 | 12S | 38E | 680705 | 3681951* | 61 | 30 | 31 | |
| L 03531 | PRO | LE | 2 | 2 | 4 | 27 | 12S | 38E | 679128 | 3680513* | 96 | 42 | 54 | |
| L 03531 APPRO | PRO | LE | 2 | 4 | 4 | 27 | 12S | 38E | 679135 | 3680111* | 96 | 42 | 54 | |
| L 04650 EXPL | EXP | LE | | 4 | 16 | | 12S | 38E | 677166 | 3683391* | 528 | 40 | 488 | |
| L 06446 (E) | PRO | LE | | 4 | 2 | 16 | 12S | 38E | 677352 | 3684003* | 80 | 25 | 55 | |
| L 07417 | STK | LE | | 4 | 3 | 28 | 12S | 38E | 676622 | 3679963* | 40 | 18 | 22 | |
| L 09341 | DOM | LE | | 1 | 4 | 23 | 12S | 38E | 680204 | 3682045* | 120 | 25 | 95 | |
| L 10374 | DOM | LE | | 1 | 4 | 23 | 12S | 38E | 680204 | 3682045* | 65 | | | |
| L 10704 | PRO | LE | 3 | 3 | 3 | 27 | 12S | 38E | 677727 | 3679886* | 200 | | | |
| L 11941 POD1 | STK | LE | 1 | 1 | 4 | 14 | 12S | 38E | 680072 | 3683753* | 85 | 50 | 35 | |

Average Depth to Water: 43 feet

Minimum Depth: 18 feet

Maximum Depth: 120 feet

Record Count: 11**Basin/County Search:**

Basin: Lea County

County: Lea

PLSS Search:Section(s): 14, 15, 16, 21,
22, 23, 26, 27,
28, Township: 12S Range: 38E

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

1/11/10 1:30 PM

WATER COLUMN/ AVERAGE
DEPTH TO WATER

- **Trinity Burrus Abo Unit # 6**
- **Trinity Burrus Abo Unit # 25**

07 Ranch Land Mineral Limited Partnership
P O Box 1090
Plains, TX 79355

Jimmy P. Hodge
P O Box 565
Lovington, NM 88260

State of New Mexico
Commission of Public Land
P O Box 1148
Santa Fe, NM 87504-1148

Yates Petroleum Corporation
105 South 4th Street
Artesia, NM 88210

Matrix New Mexico Holdings LLC
5725 Commonwealth Blvd
Sugarland, TX 77479

Item XIII

Proof of Notice

7009 0960 0001 1890 5276

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)
 For delivery information visit our website at www.usps.com

OFFICIAL USE

| | | |
|---|----|------------------|
| Postage | \$ | Postmark Here |
| Certified Fee | | |
| Return Receipt Fee (Endorsement Required) | | |
| Restricted Delivery Fee (Endorsement Required) | | |
| Total Postage & Fees | \$ | |

Sent To: Matrix New Mexico Holding, LLC
 Street, Apt. No., or PO Box No. 5725 Comanche Ave. 17th Bldg
 City, State, ZIP+4 Las Alamos, TX 77479
 PS Form 3800, August 2005 See Reverse for Instructions

7009 0960 0001 1890 5290

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)
 For delivery information visit our website at www.usps.com

OFFICIAL USE

| | | |
|---|----|------------------|
| Postage | \$ | Postmark Here |
| Certified Fee | | |
| Return Receipt Fee (Endorsement Required) | | |
| Restricted Delivery Fee (Endorsement Required) | | |
| Total Postage & Fees | \$ | |

Sent To: 07 Ranch Land Mineral Limited Partnership
 Street, Apt. No., or PO Box No. P.O. Box 1090
 City, State, ZIP+4 Plains, TX 79355
 PS Form 3800, August 2005 See Reverse for Instructions

7009 0960 0001 1890 5252

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)
 For delivery information visit our website at www.usps.com

OFFICIAL USE

| | | |
|---|----|------------------|
| Postage | \$ | Postmark Here |
| Certified Fee | | |
| Return Receipt Fee (Endorsement Required) | | |
| Restricted Delivery Fee (Endorsement Required) | | |
| Total Postage & Fees | \$ | |

Sent To: State of NM Commission of Public Lands
 Street, Apt. No., or PO Box No. P.O. Box 1148 Santa Fe, NM 87504
 City, State, ZIP+4 Santa Fe, NM 87504
 PS Form 3800, August 2005 See Reverse for Instructions

7009 0960 0001 1890 5253

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)
 For delivery information visit our website at www.usps.com

OFFICIAL USE

| | | |
|---|----|------------------|
| Postage | \$ | Postmark Here |
| Certified Fee | | |
| Return Receipt Fee (Endorsement Required) | | |
| Restricted Delivery Fee (Endorsement Required) | | |
| Total Postage & Fees | \$ | |

Sent To: Jimmy P. Hodge
 Street, Apt. No., or PO Box No. P.O. Box 565
 City, State, ZIP+4 Lawrence, NM 88260
 PS Form 3800, August 2005 See Reverse for Instructions

7009 0960 0001 1890 5269

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)
 For delivery information visit our website at www.usps.com

OFFICIAL USE

| | | |
|---|----|------------------|
| Postage | \$ | Postmark Here |
| Certified Fee | | |
| Return Receipt Fee (Endorsement Required) | | |
| Restricted Delivery Fee (Endorsement Required) | | |
| Total Postage & Fees | \$ | |

Sent To: Vates Petroleum Corporation
 Street, Apt. No., or PO Box No. 104 South 4th Street
 City, State, ZIP+4 Artesia, NM 88210
 PS Form 3800, August 2005 See Reverse for Instructions

Affidavit of Publication

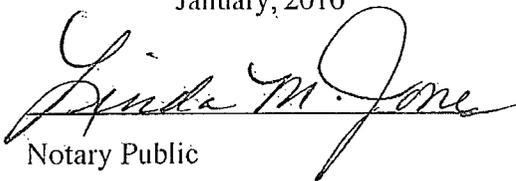
State of New Mexico,
County of Lea.

I, KENNETH NORRIS
GENERAL MANAGER
of the Hobbs News-Sun, a
newspaper published at Hobbs, New
Mexico, do solemnly swear that the
clipping attached hereto was
published in the regular and entire
issue of said newspaper, and not a
supplement thereof for a period

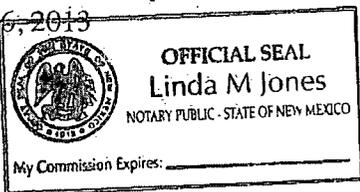
of 1 issue(s).
Beginning with the issue dated
January 23, 2010
and ending with the issue dated
January 23, 2010


GENERAL MANAGER

Sworn and subscribed to before me
this 27th day of
January, 2010


Notary Public

My commission expires
June 16, 2013
(Seal)



This newspaper is duly qualified to
publish legal notices or
advertisements within the meaning of
Section 3, Chapter 167, Laws of
1937 and payment of fees for said
publication has been made.

LEGAL NOTICE JANUARY 23, 2010

Chesapeake Operating, Inc. intends to convert the following well to a water injection service: Trinity Burrus Abo Unit #25 which is located in Unit I of Section 27, Township 12 South, Range 38 East, 2310' FSL & 330 FEL, Lea County, New Mexico. The formation to be injected into is the Wolfcamp through perforated intervals: 9086-9128'. The average disposal rate is expected to be 300 BWPD and a maximum disposal rate of 1000 BWPD. The injection pressure is expected to be 1800 psig with a maximum pressure of 1800 psig. This formation is productive of oil and gas. The proposed injection is for the purpose of increasing the recovery of oil and gas from this formation as this well is part of the Trinity Burrus Abo unit. Questions or objections can be addressed to Chesapeake Operating, Inc., 6100 N. Western Ave., Oklahoma City, OK 73118 or call Jeff Finell at: 405-935-4347. Any interested parties that have objections or request a hearing must be filed within 15 days of this notice to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87505
#25604

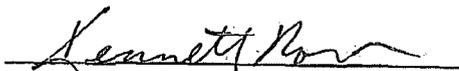
02108820 00045500
BRYANT ARRANT
CHESAPEAKE-LEGAL NOTICE
P.O. BOX 18496
OKLAHOMA CITY, OK 73154

Affidavit of Publication

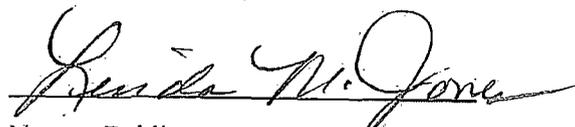
State of New Mexico,
County of Lea.

I, KENNETH NORRIS
GENERAL MANAGER
of the Hobbs News-Sun, a
newspaper published at Hobbs, New
Mexico, do solemnly swear that the
clipping attached hereto was
published in the regular and entire
issue of said newspaper, and not a
supplement thereof for a period

of 1 issue(s).
Beginning with the issue dated
January 23, 2010
and ending with the issue dated
January 23, 2010


GENERAL MANAGER

Sworn and subscribed to before me
this 27th day of
January, 2010


Notary Public

My commission expires

June 16, 2013

(Seal)



This newspaper is duly qualified to
publish legal notices or
advertisements within the meaning of
Section 3, Chapter 167, Laws of
1937 and payment of fees for said
publication has been made.

LEGAL NOTICE JANUARY 23, 2010

Chesapeake Operating, Inc. intends to convert the following well to a water injection service: Trinity Burrus Abo Unit #6 which is located in Unit N of Section 22, Township 12 South, Range 38 East, 330' FSL & 2301' FWL, Lea County, New Mexico. The formation to be injected into is the Wolfcamp through perforated intervals: 9035'-9087'. The average disposal rate is expected to be 300 BWPD and a maximum disposal rate of 1000 BWPD. The injection pressure is expected to be 1800 psig with a maximum pressure of 1800 psig. This formation is productive of oil and gas. The proposed injection is for the purpose of increasing the recovery of oil and gas from this formation as this well is part of the Trinity Burrus Abo Unit. Questions or objections can be addressed to Chesapeake Operating, Inc. 6100 N. Western Ave., Oklahoma City, OK 73118 or call Jeff Finell at: 405-935-4347. Any interested parties that have objections or request a hearing must be filed within 15 days of this notice to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87505
#25603

02108820

00045497

BRYANT ARRANT
CHESAPEAKE-LEGAL NOTICE
P.O. BOX 18496
OKLAHOMA CITY, OK 73154