

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NMOCD

FORM APPROVED  
OMB NO. 1004-0135  
Expires: November 30, 2000

**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.*

**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		5. Lease Serial No. NMNM27279
2. Name of Operator CHESAPEAKE OPERATING, INC.		6. If Indian, Allottee or Tribe Name
3a. Address OKLAHOMA CITY, OK 73154-0496		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 405.767.4275 Fx: 405.879.9583		8. Well Name and No. ELLIOT FEDERAL 2
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30 T18S R30E SWNE 2130FNL 1980FEL		9. API Well No. 30-015-25843-00-S1
10. Field and Pool, or Exploratory SANTO NINO BONE SPRING		11. County or Parish, and State EDDY COUNTY, NM

RECEIVED

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**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"/> Reclamation
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Disposal
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other
	Site Facility Diagram/Security Plan

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 recompleate 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 recompleation 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.)

Attached is the site facility diagram for the Elliott Federal 2.

(PN 890599)

Accepted for record - NMOCD

14. I hereby certify that the foregoing is true and correct. Electronic Submission #34698 verified by the BLM Well Information System For CHESAPEAKE OPERATING, INC., sent to the Carlsbad Committed to AFMSS for processing by ARMANDO LOPEZ on 08/17/2004 (04AL0336SE)	
Name (Printed/Typed) LINDA GOOD	Title AUTHORIZED REPRESENTATIVE
Signature (Electronic Submission)	Date 08/17/2004

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

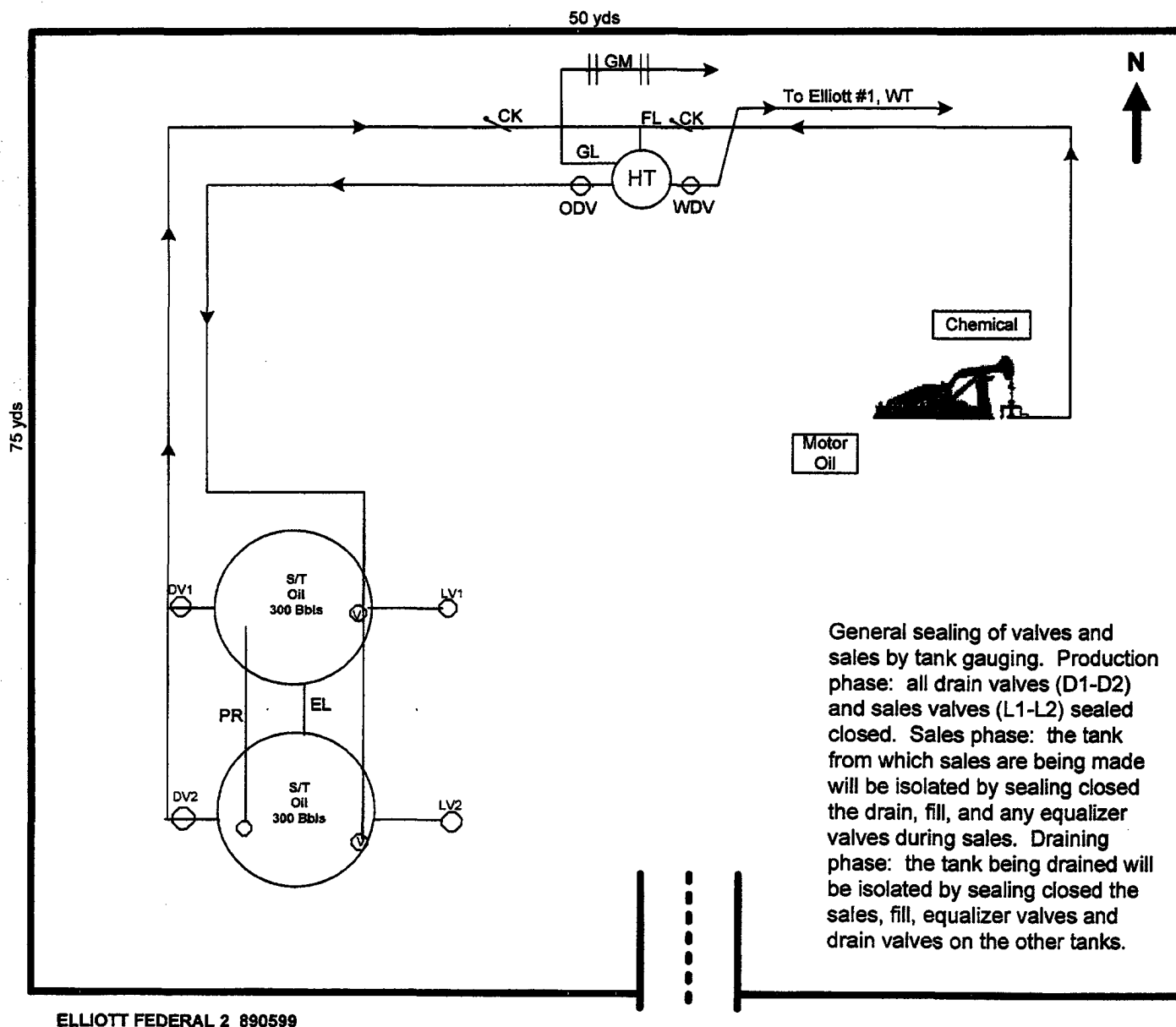
Approved By	ALEXIS C SWOBODA PETROLEUM ENGINEER	Date 08/18/2004
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		
Office Carlsbad		

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.

# CHESAPEAKE OPERATING, INC.

CHK Name & Number: ELLIOTT FEDERAL 2 890599  
 API number: 30-015-25843  
 County: EDDY  
 State: NM  
 Field: SANTO NINO  
 Qtr Qtr Calls: SW NE  
 Sec/Twnshp/Rng: 30-18S-30E  
 Number of Acres: 80

Regulatory Agency: BLM  
 Lease Sign Type: FEDERAL  
 CA#: 100% BLM LEASE  
 APD Lease #: NMNM 27279  
 Federal/Indian: FEDERAL  
 Last Violation: UNKNOWN  
 District: PERMIAN  
 Field Office: HOBBS



General sealing of valves and sales by tank gauging. Production phase: all drain valves (D1-D2) and sales valves (L1-L2) sealed closed. Sales phase: the tank from which sales are being made will be isolated by sealing closed the drain, fill, and any equalizer valves during sales. Draining phase: the tank being drained will be isolated by sealing closed the sales, fill, equalizer valves and drain valves on the other tanks.

ELLIOTT FEDERAL 2\_890599

Direction of Flow off Site: N

This lease is subject to  
 Chesapeake's Site Security Plan  
 located at 6100 N. Western  
 Oklahoma City, OK 73118

Prepared by: DEBBIE HERNANDEZ  
 Date: 7-14-04

Approved by:  
 Date: