

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOC

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. ELLIOTT FEDERAL 5 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30 T18S R30E NWNE 660FNL 1980FEL | | 9. API Well No. 30-015-31982-00-S1 |
| 10. Field and Pool, or Exploratory SANTO NINO BONE SPRING | | 11. County or Parish, and State EDDY COUNTY, NM |

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 type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Site Facility Diagram/Security Plan |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

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 recomplete 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 recompletion 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 5.

(PN 890600)

Accepted for record - NMOC

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|---|---------------------------------|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #34699 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 (04AL0334SE) | |
| 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 ACCEPTED | ALEXIS C SWOBODA Title PETROLEUM ENGINEER <i>ASW</i> | 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.

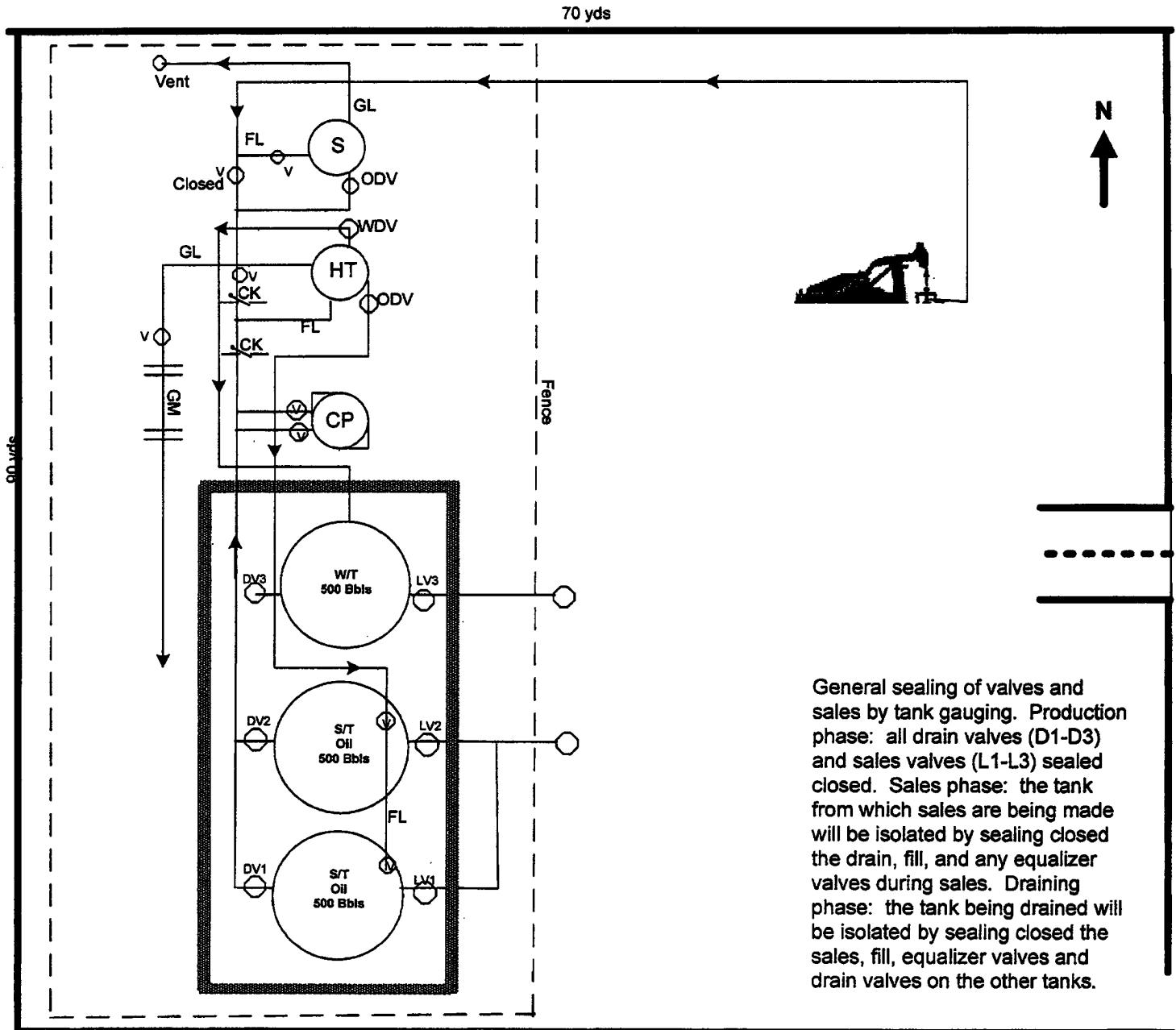
**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

CHESAPEAKE OPERATING, INC.

CHK Name & Number: ELLIOTT FEDERAL 5
API number: 30-015-31982
County: EDDY
State: NM
Field: SANTO NINO
Qtr Qtr Calls: NW NE
Sec/Twnshp/Rng: 30-18S-30E
Number of Acres: 40

890600

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



ELLIOTT FEDERAL 5_890600

Direction of Flow off Site: S

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

Prepared by: DEBBIE HERNANDEZ
Date: 7-15-04

Approved by:
Date: