3160-5 pril 2004)

N.M. Oil Cons. DIV-Dist. 2

1301 W. Crand Avenue DEPARTMENT OF THE ANTIERIOR NIVI 88210

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No.

NMNM 13233

BUREAU OF LAND MANAGEMENT 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.				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE- Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No.	
1. Type of Well Gas Well Other					
4. Location of Well (Footage, Sec., T., R, M., or Survey Description) Sec 3-T23S-R28E SESE 990 FSL 660 FEL			RECEIVED APR 0 7 2005 CD-AHTESY	EDDY COUNTY, NEW MEXICO	
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION					
TYPE OF SUBMISSION Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Sta Reclamation Recomplete Temporarily Ab	ŕ	Water Shut-Off Well Integrity ✓ Other DIAGRAM
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.) Please find the attached site facility for Hallwood Federal 1.					
BLM Nationwide Bond #N		ACCI	EPTED F	TED FOR RECORD	
(CHK PN 891230)			PE	APR - LES BA TROLEUM	
14. I hereby certify that the foreg Name (Printed/Typed)	going is true and correct		•		
LINDA GOOD	11 0	Title P	ERMITTING AGE	NT	
Signature Alnda Nood Solate 3/3//05					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					

which would entitle the applicant to conduct operations thereon. 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.

Title

Office

Date

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

CHESAPEAKE OPERATING, INC.

CHK Name & Number: HALLWOOD FEDERAL 1 891230

API number:

30-015-27083

County:

EDDY

State:

NM

Field: **Qtr Qtr Calls:** **LOVING EASE**

Sec/Twnshp/Rng:

N2 SE SE 3-23S-28E

Number of Acres:

40

Regulatory Agency:

Lease Sign Type:

CA#:

APD Lease #:

Federal/Indian: Last Violation:

District:

BLM

FEDERAL

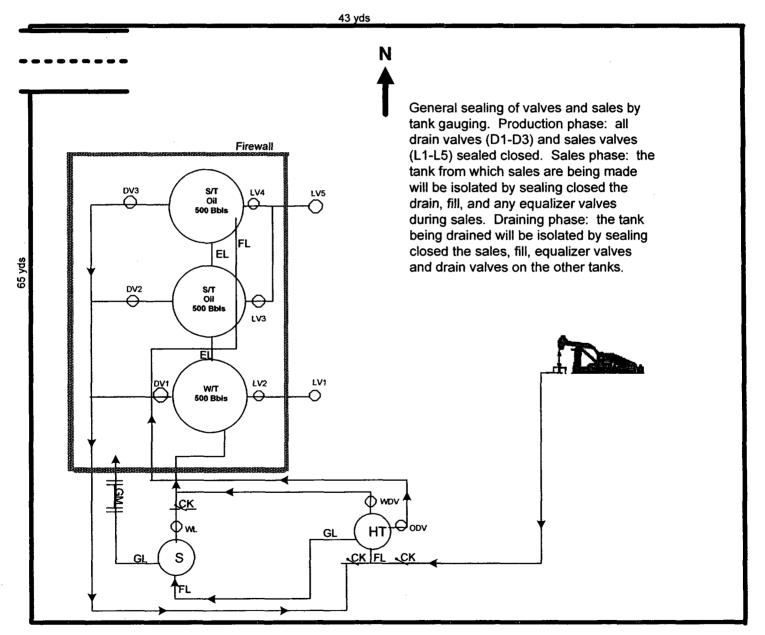
100% BLM LEASE NMNM 013233

FEDERAL

NONE

PERMIAN HOBBS

Field Office:



HALLWOOD FEDERAL 1 891230

Direction of Flow off Site: NE

Chesapeake's Site Security Plan located at 6100 N. Western Oklahoma City, OK 73118

Prepared by: DEBBIE HERNANDEZ

Date: 03-07-2005

Approved by: Date: