

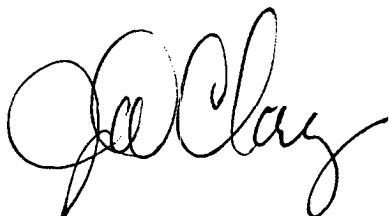
RECEIVED  
AUG 23 2005  
ODD-ARTESIA

Oil Conservation Division  
1301 W. Grand  
Artesia, NM 88210

Chris Beadle:

re: inspection  
( ICLB0520836649)

The violation that was noted on 7/27/05, @ the State IH Com.#1, has been corrected on 8/19/05.

A handwritten signature in black ink, appearing to read "JD Clary". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

JD CLARY  
PROD. FOREMAN  
CHESAPEAKE ENERGY  
505-631-9749



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

*Field Inspection Program*

*"Preserving the Integrity of Our Environment"*

RECEIVED

AUG 23 2005

OCD-ARTESIA

27-Jul-05

**CHESAPEAKE OPERATING, INC.**

5014 CARLSBAD HWY

HOBBS NM 88240

## NOTICE OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

### INSPECTION DETAIL SECTION

STATE IH COM No.001		J-36-23S-24E		30-015-23196-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By: Inspection No.
07/27/2005	Routine/Periodic	Chris Beadle	Yes	No	8/28/2005 iCLB0520836649
Violations					
Absent Well Identification Signs (Rule 103)					
Comments on Inspection: Well sign lists Rubicon Oil & Gas LLC as operator, OCD files show Chesapeake Operating, Inc., as operator. Violation Rule 103.					