

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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

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
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator **CHESAPEAKE OPERATING, INC.** ATTN: LINDA GOOD

3a. Address **P. O. BOX 18496, OKLAHOMA CITY, OK 73154-0496**
3b. Phone No. (include area code) **405-767-4275**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660 FNL & 1980 FEL, NWNE, SECTION 10, T24S, R31E

5. Lease Serial No.

NMNM-029234

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

LOTOS 10 FEDERAL 6

9. API Well No.

30-015-34944

10. Field and Pool, or Exploratory Area

COTTON DRAW

11. County or Parish, State

EDDY COUNTY, NEW MEXICO

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 checked="" 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 Perf & Acid
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Delaware
	<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.)

9/27/2006 RIH w/5 1/2" cmt ret & 205 jts 2 7/8" L-80 tbg to 6375'.

9/28/2006 MIRU BJ Services, pmp through ret, pmp 230 sx Class "C", 12.4 ppg, 2.05 yield, tail w/150 sx Class "C", 14.8 ppg, 1.35 yield, RDMO BJ Services, POOH w/2 7/8" tbg.

9/29/2006 RIH w/199 jts 2 7/8" L-80 tbg to tag cmt ret @ 6375, RU swivel, break circ, drill through cmt ret, bit worn out @ 6379, POOH w/ tbg, DCs and bit (bit smooth), SDFN.

9/30/2006 TIH w/tbg to 6379' RU rev unit finish drill out cmt ret & good cmt to 6424' & fell out, circ clean. TIH & perf Delaware @ 6294'-6298', 6328'-6330', 6374'-6386' in 1 run (29 holes), TIH to 6393' set CBP.

10/3/2006 MIRU Crain Acid, spot 200 gal 7 1/2% NeFe @ 6390', PU & rev acid into tbg w/7 bbl 2% KCL, set pkr @ 6205', acid w/1300 gal 7 1/2% NeFe + 45 ball sealers, swabbed.

(CHK PN 610632)

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

LINDA GOOD

Title **PERMITTING AGENT**

Signature

Linda Good

Date

10/03/2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

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.

(Instructions on page 2)

Accepted for record - NMOCD

10/24/06

