

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

EC

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**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.*5. Lease Serial No
NMNM8431

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other2. Name of Operator
CHESAPEAKE OPERATING INCContact: GABE M SEELEY
E-Mail: gabe.seeley@chk.com8. Well Name and No.
PENJACK FEDERAL 103a. Address
P O BOX 18496
OKLAHOMA CITY, OK 73154-04963b. Phone No. (include area code)
Ph: 405-879-7562
Fx: 405-879-79089. API Well No.
30-005-63591-00-S1

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 12 T10S R25E NESE 1980FSL 1330FEL

MAY - 1 2008
OCD-ARTESIA10. Field and Pool, or Exploratory
PECOS SLOPE-ABO11. County or Parish, and State
CHAVES 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 recompleat 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 recompleat 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 UPDATED DIAGRAM FOR PENJACK FEDERAL 10.

(CHK PN 819450)

| | |
|---|----------------------------------|
| 14. I hereby certify that the foregoing is true and correct | |
| Electronic Submission #59850 verified by the BLM Well Information System For CHESAPEAKE OPERATING INC, sent to the Roswell Committed to AFMSS for processing by LINDA ASKWIG on 04/28/2008 (08LA0248SE) | |
| Name (Printed/Typed) GABE M SEELEY | Title REGULATORY COMPLIANCE TECH |
| Signature (Electronic Submission) | Date 04/23/2008 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|---|-----------------|
| Approved By ACCEPTED | DAVID R GLASS Title PETROLEUM ENGINEER | Date 04/28/2008 |
| 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 Roswell | | |

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 ****
FOR RECORDS ONLY

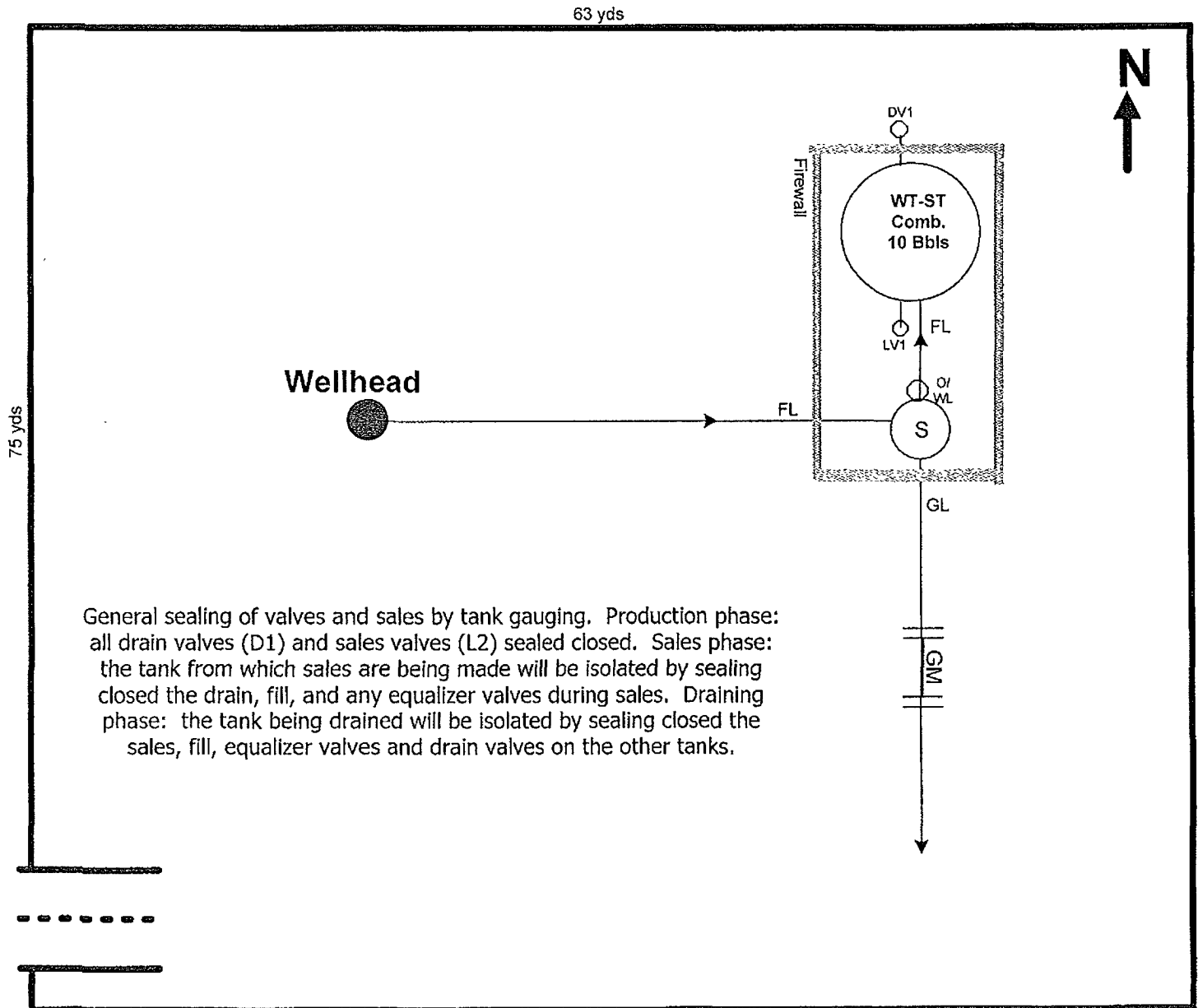
Revisions to Operator-Submitted EC Data for Sundry Notice #59850

| | Operator Submitted | BLM Revised (AFMSS) |
|------------------------------|---|---|
| Sundry Type | SITE | SITE SR |
| Lease | NMNM8431 | NMNM8431 |
| Agreement | | |
| Operator | CHESAPEAKE OPERATING, INC P O BOX 18496 OKLAHOMA CITY, OK 73154-0496 Ph 405-879-7562 | CHESAPEAKE OERATING INC P O BOX 18496 OKLAHOMA CITY, OK 73154-0496 Ph. 405 767 4275 |
| Admin Contact | GABE M SEELEY REGULATORY COMPLIANCE TECH E-Mail gabe seeley@chk.com Ph 405-879-7562 Fx 405-879-7908 | GABE M SEELEY REGULATORY COMPLIANCE TECH E-Mail gabe seeley@chk.com Ph 405-879-7562 Fx 405-879-7908 |
| Tech Contact | GABE M SEELEY REGULATORY COMPLIANCE TECH E-Mail gabe seeley@chk.com Ph 405-879-7562 Fx 405-879-7908 | GABE M SEELEY REGULATORY COMPLIANCE TECH E-Mail gabe seeley@chk.com Ph 405-879-7562 Fx 405-879-7908 |
| Location. State County | NM CHAVES | NM CHAVES |
| Field/Pool | PECOS SLOPE | PECOS SLOPE-ABO |
| Well/Facility | PENJACK FEDERAL 10 Sec 12 T10S R25E NWSE 1980FSL 1330FEL | PENJACK FEDERAL 10 Sec 12 T10S R25E NESE 1980FSL 1330FEL |

CHESAPEAKE OPERATING, INC.

CHK Name & Number: PENJACK FEDERAL 10 819450
API number: 30-005-63591
County: CHAVES
State: NM
Field: PECOS SLOPE
Qtr Qtr Calls: E2 NW SE
Sec/Twnshp/Rng: 12-10S-25E
Number of Acres: 160

Regulatory Agency: BLM
Lease Sign Type: FEDERAL
CA#: 100% BLM LEASE
APD Lease #: NMNM 8431
Federal/Indian: FEDERAL
Last Violation: NONE
District: PERMIAN
Field Office: Hobbs



PENJACK FEDERAL 10_819450

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: 8-13-04

Approved by:
Date: