UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO 1004-0135 Expires. July 31, 2010

RN

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.					S. Lease Serial No NMLC067849 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 NMNM84598	
1 Type of Well ☐ Oil Well ☐ Gas Well ☐ Other					8 Well Name and No HONDO FEDERAL COM 1 /	
2. Name of Operator CHESAPEAKE OPERATING	D	9. API Well No. 30-015-20937				
3a. Address P.O. BOX 18496 OKLAHOMA CITY, OK 7315	3b Phone No. (include area code) Ph: 405-935-4275			10 Field and Pool, or Exploratory UNKNOWN		
4. Location of Well (Footage; Sec.,	 		11. County or Parish, a	and State		
Sec 27 T17S R27E NWSE 1650FSL 2310FEL					EDDY COUNTY, NM	
12. CHECK APP	ROPRIATE BOX(ES) TO	O INDICATE	NATURE OF 1	NOTICE, RI	EPORT, OR OTHER	DATA
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent Subsequent Report Final Abandonment Notice The Proposed of Completed Of the proposal is to deepen direction Attach the Bond under which the worfollowing completion of the involve testing has been completed. Final Adetermined that the site is ready for CHESAPEAKE, RESPECTFU (PROCEDURE AND WELLBOUTE AND TAILGATE SAFETY MOPERATIONS. PREP LOCATION. CHECTORY CHE	nally or recomplete horizontally ork will be performed or provided operations. If the operation is andonment Notices shall be final inspection.) JLLY, REQUESTS PERMORE SCHEMATIC ALSO IEETING PRIOR TO BECK ANCHORS AND CLEASTRING CONSISTING OND WH. NU AND TEST W/GAUGE RING AND JLVE AND LUBRICATOR. INIMUM CHARGES) ANIA FROM 2,953' - 3,247' V	New Plug Plug Plug Plug Plug Plug Plug Plug	cture Treat v Construction g and Abandon g Back ding estimated startice locations and mea on file with BLM/Bi ple completion or re I requirements, inclu RECOMPLETE T RK EACH MORN 2-7/8, 6.5#, J-55 TO PBTD @ 6, FIRE PERFOR	Reclama Recomp Recomp Tempor Water I ing date of any sured and true IA. Required s completion in a uding reclamati THIS WELL I NING AND A TUBING. 165'. POH. RATING GUN	plete arily Abandon Disposal proposed work and approvertical depths of all pertubsequent reports shall be a new interval, a Form 31 on, have been completed PER THE FOLLOWING REQUIRED FOR	inent markers and zones e filed within 30 days 60-4 shall be filed once , and the operator has NG PROCEDURE: SPECIFIC 4 SPF W/60
14. I hereby certify that the foregoing	Electronic Submission	#72316 verified	by the BLM Wel	I Information the Carlsbad	System	
Name (Printed/Typed) LINDA GOOD			Title SR. REGULATORY COMPLIANCE SPEC			
Signature (Electronic	Submission)	,`	Date 07/20/2	2009		
	THIS SPACE F	OR FEDERA	L OR STATE	OFFICE U	SE	
Approved By Chillian			CELL: 575	5-631-4942 Petrol	eum Enginee	TAUG 0 3 7
Conditions of approval, if any, are attach certify that the applicant holds legal or ed which would entitle the applicant to cond	juitable title to those rights in t	es not warrant or the subject lease	Office BLI	M-CARL	SBAD FIELI	OFFICE

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.

Additional data for EC transaction #72316 that would not fit on the form

32. Additional remarks, continued

POOH W/TUBING AND PERFORATING GUNS AND VERIFY ALL SHOTS FIRED. RDMO WIRELINE. 6. RD LUBRICATOR. RU TREATING COMPANY AND PUMP 5,000 GALLONS OF 15% NEFE DROPPING 120 PERF BALLS THROUGHOUT JOB. ACIDIZE PER ATTACHED PROCEDURE.

7. RU FRAC SERVICE AND FRAC GLORIETA PERFS 2,953' ? 3,247' (80 HOLES). FRAC PER ATTACHED PROCEDURE. (5-1/2" 15.5# & 17# K-55 & N-80 INTERNAL YIELD = 5,320 psi) RECORD ISIP-5-10-15 MIN **PRESSURES**

8. RU LUBRICATOR. RU WIRELINE AND RIH AND SET CBP AT +/- 2,500'. POH.
9. MU SECECT FIRE PERFORATING GUNS W/36 SHOTS @ 3 SPF W/60 DEGREE PHASING (23 G MINIMUM CHARGES)
-AND RIH. CORRELATE TO THE ATTACHED LOG DATED 11/13/2006 AND PERFORATE THE SAN ANDRES FROM 2,200' -2,337' W/4 SPF (36 HOLES)

POOH W/TUBING AND PERFORATING GUNS AND VERIFY ALL SHOTS FIRED. RDMO WIRELINE.

10. RD LUBRICATOR. RU TREATING COMPANY AND PUMP 2,000 GALLONS OF 15% NEFE DROPPING 54 PERF BALLS THROUGHOUT JOB. ACIDIZE PER ATTACHED PROCEDURE.

11. RU FRAC SERVICE AND FRAC SAN ANDRES PERFS 2,200' ? 2,337' (36 HOLES). FRAC PER ATTACHED PROCEDURE. (5-1/2" 15.5# & 17# K-55 & N-80 INTERNAL YIELD = 5,320 PSI). RECORD ISIP-5-10-15 MIN **PRESSURES**

12. RU LUBRICATOR. RU WIRELINE AND RIH AND SET CBP at +/- 2,130'. POH.
13. MU SELECT FIRE PERFORATING GUNS W/30 SHOTS @ 3 SPF W/60 DEGREE PHASING (23 G MINIMUM CHARGES)
AND RIH. CORRELATE TO THE ATTACHED LOG DATED 11/13/2006 AND PERFORATE THE SAN ANDRES FROM 1,874' -2,068' W/3 SPF (30 HOLES)

POOH W/TUBING AND PERFORATING GUNS AND VERIFY ALL SHOTS FIXED. RDMO WIRELINE

14. RH LUBRICATOR. RU TREATING COMPANY AND PUMP 2,500 GALLONS OF 15% NEFE DROPPING 45 PERF BALLS THROUGHOUT JOB. ACIDIZE PER ATTACHED PROCEDURE.

15. RU FRAC SERVICE AND FRAC SAN ANDRES PERFS 1,874'? 2,068' (30 HOLES). FRAC PER ATTACHED PROCEDURE. (5-1/2" 15.5# & 17# K-55 & N-80 INTERNAL YIELD = 5,320 PSI). RECORD ISIP-5-10-15 MIN PRESSURES. RDMO FRAC EQUIPMENT.

16. PU BIT AND WORK STRING AND TIH TO DO PLUG SET AT 2,130' AND 2,500' AND CLEAN OUT TO PBTD & 6,165'. CIRCULATE HOLE CLEAN. TOH. 17. SWAB WELL TO DETERMINE PRODUCTIVING.

18. TIH WITH PRODUCTION TUBING AND SN. SET SEAT NIPPLE AT 3,290' (BELOW PERFS).

19. ND BOP. NU WH. TIH WITH PUMP AND RODS. FILL TUBING AND SPACE OUT PUMP ACCORDINGLY. YERIFY PUMP ACTION. PLACE WELL ON TEST.

20. RDMO WORKOVER RIG. CLEAN LOCATION.

WORKOVER FOREMAN LYNARD BARRERA OFFICE: 575-391-1462 CELL: 575-631-4942

PRODUCTION FOREMAN RALPH SKINNER OFFICE: 575-391-1462 CELL: 575-441-4921

ASSET MANAGER KIM HENDERSON OFFICE: 405-935-8583 CELL: 405-312-1840

(CHK PN 890458)

Hondo Fed Com 1 30-015-20937 Chesapeake Operating, Inc. August 3, 2009 Conditions of Approval

- 1. Surface disturbance beyond the existing pad must have prior approval.
- 2. Closed loop system required.
- 3. Due to H2S in the area operator to have H2S monitoring equipment for personnel.
- 4. A minimum of a 2M BOP is required and must be tested prior to performing work.
- 5. Submit sundry requesting down hole commingling.
- 6. Subsequent sundry and completion report required.

CRW 080309