| Submit 1 Copy To Appropriate District | State of New Mexico | Form C-103 |
|--|---|--|
| <u>District I</u> – (575) 393-6161 | Energy, Minerals and Natural Res | sources Revised August 1, 2011 WELL API NO. |
| 1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283 | | 20.015.25237 |
| 811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178 | OIL CONSERVATION DIVI | 5. Indicate Type of Lease |
| 1000 Rio Brazos Rd., Aztec, NM 87410 | 1220 South St. Francis Di Santa Fe, NM 87505 | STATE A PEE |
| <u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM | Sama Pe, NW 67505 | 6. State Oil & Gas Lease No. |
| 87505 | CES AND REPORTS ON WELLS | 7. Lagga Nama ar Unit Agraement Nama |
| (DO NOT USE THIS FORM FOR PROPO | SALS TO DRILL OR TO DEEPEN OR PLUG BACI | 7. Lease Name or Unit Agreement Name FORT 18 COM |
| DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) | | 1 |
| 1 Type of Well: Oil Well X | Gas Well Other | 8. Well Number ₁ |
| 2. Name of Operator Chesapeake Operating, Inc. | | 9. OGRID Number |
| 3. Address of Operator P.O. Box 18496 | | 147179 10. Pool name or Wildcat |
| Oklahoma City, OK 73154 | | MALAGA; DELAWARE |
| 4. Well Location | | IMADAOA, DEBAWARE |
| Unit Letter E : | 1980 feet from the NORTH 1 | ine and 895 feet from the WEST line |
| Section 18 | Township 24 S Range 29 | |
| | 11. Elevation (Show whether DR, RKB, I | RT, GR, etc.) |
| | 2560' GR | 。 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1 |
| 12 Check A | Appropriate Box to Indicate Nature of | of Notice Report or Other Data |
| | | · • |
| NOTICE OF IN | · · · · · · · · · · · · · · · · · · · | SUBSEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK TEMPORARILY ABANDON | | EDIAL WORK |
| PULL OR ALTER CASING | _ | NG/CEMENT JOB |
| DOWNHOLE COMMINGLE | | |
| OTHER: | □ OTHE | :p. |
| | | t details, and give pertinent dates, including estimated date |
| of starting any proposed wo | ork). SEE RULE 19.15.7.14 NMAC. For M | Multiple Completions: Attach wellbore diagram of |
| proposed completion or rec | ompletion. | |
| | well. Attached are plans to P&A, actual are | nd proposed well-bore diagram and NMOCD's |
| C-144(CLEZ) pit permit. | A • | |
| | Notify OCD To any wo | AS COLUMN THE COLUMN THE PROPERTY OF THE PROPE |
| | 70 CD | RECEIVED |
| | Uny wa | JUL 2 3 2012 |
| SEE ATTACHE | | "R CONS |
| SEE ATTACHED | | NMOCD ARTESIA |
| CONDITIONS OF | | |
| APPROVAL | | |
| | | <u> </u> |
| Spud Date: | Rig Release Date: | |
| <u> </u> | | |
| I hereby certify that the information | above is true and complete to the best of m | y knowledge and helief |
| Thereby berning that the information | I I I I de and complete to the best of m | y knowledge and benefi. |
| - CARDA LA TENERO (1) | | |
| SIGNATURE // / | TITLE Regulatory Spi | ecialist II DATE <u>07/19/2012</u> |
| Type or print name Bryan Arrant | E-mail address: bryar | n.arrant@chk.com PHONE: (405)935-3782 |
| For State Use Only | | |
| APPROVED BY: | TITLE | DATE 7/30/2012 |
| Conditions of Approval (if any): | | DATE 7/30/2012 |
| | Apploval Glai La Pamplata P | nted providing work |
| | 19 complete o | 1-// |



April 11, 2012

Via E Mail: sally.arnold@chk.com

Chesapeake Energy P.O. Box 18496 Oklahoma City, OK 73154-0496

Attn: Sally Arnold

RE: Fort 18 Com # 1 Eddy County NM.

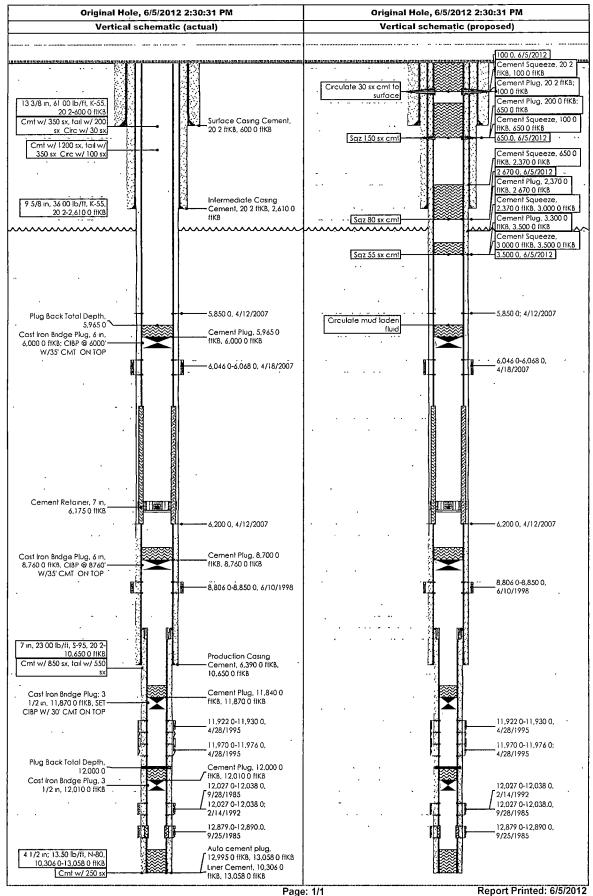
Procedures:

- 1. M.I. R.U. N.D. W.H. N.U. B.O.P.
- 2. Rih. Tbg. to 5,965" circulate mud laden fluid.
- 3. Rih. Pkr. 3,300' Perf. at 3,500'.
- 4. Sqz. 55 sx. Cmt. WOC. & Tag.
- 5. Puh. Pkr. To 2,370' Perf. at 2,670'
- 6. Sqz. 80 sx. Cmt. WOC. & Tag
- 7. Puh. Pkr. To 200' Perf. at 650'.
- 8. Sqz. 150 sx. Cmt. WOC. & Tag.
- 9. Lay down Tbg. Perf. at 100'.
- 10. Circulate 30% sx. Cmt. to surface.
- 11. R.D.M.O.

Current Wellbore Schematic

WELL (PN): FORT 18 COM 1 (891241)
FIELD OFFICE: HOBBS
FIELD: Pierce Crossing, Bone Spring
STATE / COUNTY: NEW MEXICO / EDDY
LOCATION: SEC 18-24S-29E, 1980 FNL & 895 FWL
ROUTE: HOB-NM-ROUTE 10- DAVID ORTEGA
ELEVATION: GL: 2,955.8 KB: 2,976.0 KB Height: 20.2
DEPTHS: TD: 13,058.0





NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 S. FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL FOR PLUGGING & ABANDONMENT

| Operator: | hesapeak Operating, Inc. | |
|-----------|--------------------------|--|
| | Number: ForT 18 Com. #1 | |
| API #: | 30-015-25237 | |

- 1. Produced water <u>will not</u> be used during any part of the plugging & abandonment operation.
- 2. Notify NMOCD Dist. 2 office at least 24 hrs before beginning work.
- 3. Closed Loop System is to be used for entire plugging operation. Upon completion, contents of steel pit are to be hauled to a permitted disposal location.
- 4. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator, as well as the contractor, to verify that this permit is place prior to performing work. Drivers shall produce a copy upon request of NMOCD Field Inspectors.
- 5. A subsequent C-103 will serve as notification that the well bore has been plugged ONLY. A C-103 FINAL shall be filed before any bonding can be released on the well. Upon receipt of the Final, an inspection will be performed to verify that the location has been satisfactorily cleaned to NMOCD standards.
- 6. If work has not begun within 90 days of the approval of this procedure, an extension request must be filed, stating reason that well has not been plugged.
- 7. Every attempt must be made to clean the well bore out to below the perfs, before any plugs can be set, by whatever means possible.

8. Cement Retainers may not be used.

- 9. Squeeze pressures not to exceed 500 psi., unless approval is given by NMOCD Plugging Supervisor.
- 10. Plugs may be combined after consulting with NMOCD P & A Supervisor.

11. Minimum WOC time for tag plugs will be 4 hrs.

DG

Date: 7/30//2____