

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.
NMLC029389C

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.

S

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
CHESAPEAKE OPERATING, INC. Contact: GABE M SEELEY
E-Mail: gabe.seeley@chk.com

3a. Address
OKLAHOMA CITY, OK 73154-0496

3b. Phone No. (include area code)
Ph: 405-879-7562
Fx: 405-879-7908

8. Well Name and No.
PATON B FEDERAL 1

9. API Well No.
30-015-25953-00-S2

10. Field and Pool, or Exploratory
N SHUGART

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 9 T18S R31E SESW 660FSL 1980FWL

11. County or Parish, and State
EDDY COUNTY, NM

MAY 14 2008
OCD-ARTESIA

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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other Site Facility Diagram/Security Plan
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Water Disposal
	<input type="checkbox"/> Convert to Injection
	<input type="checkbox"/> Plug Back

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.)

PLEASE FIND THE ATTACHED DIAGRAM FOR PATON B FEDERAL 1.
(CHK PN 891337)

Accepted for Record Purposes.
Approval Subject to Onsite Inspections.
Date: MAY 12 2008

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #60093 verified by the BLM Well Information System
For CHESAPEAKE OPERATING, INC., sent to the Carlsbad
Committed to AFMSS for processing by KURT SIMMONS on 05/06/2008 (08KMS1641SE)

Name (Printed/Typed) GABE M SEELEY Title REGULATORY COMPLIANCE TECH

Signature (Electronic Submission) Date 05/05/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By **ACCEPTED** Title DUNCAN WHITLOCK
LEAD PETROLEUM ENGINEERING TECH Date 05/12/2008

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 Carlsbad

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.

CHESAPEAKE OPERATING, INC.

CHK Name & Number: PATON B FEDERAL 1 891337
 API number: 30-015-25953
 County: EDDY
 State: NM
 Field: SHUGART NORTH
 Qtr Qtr Calls: SE SW
 Sec/Twnshp/Rng: 9-18S-31E
 Number of Acres: 40

Regulatory Agency: BLM
 Lease Sign Type: FEDERAL
 CA#: 100% BLM LEASE
 APD Lease #: NMLC029389-C
 Federal/Indian: FEDERAL
 Last Violation: UNKNOWN
 District: PERMIAN
 Field Office: HOBBS

