

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SEP 23 2008

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

SUNDRY NOTICES AND REPORTS ON WELLS MOCD-ARTESIA

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM025503
2. Name of Operator CHESAPEAKE OPERATING, INC. Contact: LINDA GOOD E-Mail linda.good@chk.com		6. If Indian, Allottee or Tribe Name
3a. Address OKLAHOMA CITY, OK 73154-0496	3b. Phone No. (include area code) Ph: 405.767.4275	7. If Unit or CA/Agreement, Name and/or No. NMNM88499X
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 35 T18S R30E NENE 330FNL 990FEL		8. Well Name and No. BENSON SHUGART 8
		9. API Well No. 30-015-23073-00-S1
		10. Field and Pool, or Exploratory SHUGART
		11. County or Parish, and State EDDY 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"/> Recompleting	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 recompleting 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 recompleting 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.)

9/03/2008 MIRU PLUGGING UNIT & SURFACE EQUIPMENT.

9/04/2008 ND WELL HEAD. UN BOP MIRU ROTARY W/L. FREE POINT TBG 100% STUCK & 3075' CHEM CUT TBG @ 3050' TOOH LAYING DOWN 96 JTS 2 3/8" PROD TBG. RECEIVE RACK & TALLY. 105 JTS 2 7/8" W/S PU 4-11/16 O/S W/2 3/8" GRAPPLE 3 3/4 BUMPER. SUB 3 3/4 JAR (6) 3 1/2 DRILL COLLARS AND EXCELLERATOR SUB. TIH PICKING UP TBG & LATCH FISH @ 3050'. JAR 30/MIN, COME FREE TOOH W/TBG & BHA. RECOVERED CUT OFF JT AND 30' PIECE. SISD

9/05/2008 PU 4 11/16 OVER SHOT W/6' EX. W/2 3/8 GRAPPLE AND BHA. TIH W/TBG. TAG @ 3075'. RU REVERSE UNIT, WASH TO 3089'. LATCH FISH JAR 30 MIN. COME FREE TOOH W/TBG & BHA. RECOVERED 8' PIECE 2 3/8" TBG & O/O TOOL. PU 4 3/4 SHOE. 1 JT 4 1/2 WASH PIPE & BHA TIH W/TBG TAG @ 3095'. RU REVERSE UNIT. BREAK CIRC MILL 2" OFF TOP OF FISH. PULL UP CIRC CLEAN. SISD.

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #63027 verified by the BLM Well Information System For CHESAPEAKE OPERATING, INC., sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 09/16/2008 (08KMS2679SE)	
Name (Printed/Typed) LINDA GOOD	Title REGULATORY COMPLIANCE SPEC.
Signature (Electronic Submission)	Date 09/15/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	JAMES A AMOS Title SUPERVISOR EPS	Date 09/20/2008
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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #63027 that would not fit on the form

32. Additional remarks, continued

9/06/2008 CONTINUE MILLING 2 HRS COULD NOT MAKE ANY HOLE TOO H W/TBG AND BHA TIH W/4 11/16 SHOT CATCH OVERSHOTS W/2 5/8 GRAPPLE BHA AND TBG. TAG AND LATCH FISH @ 3095'. WORK FISH LOOSE TOO H W/TBG AND BHA RECOVERED 5-1/2 LOC SET PKR TIH W/4 3/4 BIT (6) 3 1/2 DRILL COLLARS AND TBG TO 3160'. NO TAG. TOO H W/TBG LAY DOWN BHA. SISD.

9/09/2008 TIH & WIRE LINE SET CIBP @ 3120'. TIH W/TBG & CIRC PLUG MUD & SPOT 25 SX CMT ON PLUG. PU TO 1680' & SPOT 25 SXS. WOC.

9/10/2008 TIH & TAG PLUG @ 1373'. TOO H W/TBG. ND BOP. TIH TO 775' & PUMP 80 SXS TO SURFACE. TOO H & LD TBG. TOP OFF CSG W/CMT TO SURFACE. RDMO.

9/11/2008 CUT OFF WELL HEAD & GUY WIRE ANCHORS. INSTALL DRY HOLE MARKER. TURN OVER TO PRODUCTION FOR FINAL CLEAN UP.

(CHK PN 890867)