Submit I Copy To Appropriate District State of New Mexico Form C-103 Office October 13, 2009 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-015-26155 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE X FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well X Gas Well Other 2. Name of Operator 9. OGRID Number Chesapeake Operating, Inc. 147179 3. Address of Operator P.O. Box 18496 10. Pool name or Wildcat Oklahoma City, OK 73154-0496 Shugart; Yates-7 RS-QU-Grayburg 4. Well Location Unit Letter D : 575' feet from the North line and 660' feet from the West line Section 2 Township 19S Range 30E **NMPM** County Eddy 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3452' GR 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON CHANGE PLANS** П COMMENCE DRILLING OPNS.□ P AND A X MULTIPLE COMPL \Box PULL OR ALTER CASING CASING/CEMENT JOB DOWNHOLE COMMINGLE OTHER: OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Please find the work performed in the plug and abandonment of this well from 11/4/10 through 11/9/10. 11/4/10: RU plugging unit & surface equipment. Unseat pump. POOH laying down pump & rods. NDWH & NU BOP. 11/5/10: RIH & tagged CIBP at 2935' & capped w/25 sxs cement. POOH & stood back. RIH & set CIBP at 2223'. 11/8/10: RIH & tagged CIBP @ 2223'. Spot 25 sx cmt on plug. POOH w/tubing. RU wireline. Perf 5 1/2" csg at 1400'. POOH. RD wireline. RIH w/ packer & set at 1200'. Tested csg to 1000 psi & held OK. Released packer & POOH. RIH w/tbg open ended to 1450'. Spotted 25 sx Class C cmt w/2% CaCl. WOC. RIH & tagged TOC at 1238'. POOH. RU wireline & perf 5 1/2" csg at 647'. RD wireline. RIH w/packer and set at 248'. Squeezed w/60 sx Class C cmt at 2 BPM @ 300 psi. 11/9/10: RIH & tagged TOC @ 402'. POOH w/packer. RU wireline. Perf 5 1/2" csg at 60'. RIH & set packer at 15'. Pump 50 sxs Class C cmt with circulation to surface. Let set for 1 1/2 hrs. Released packer. POOH, ND BOP, RDMO. Turn over to production for final clean-up. RECEIVED Well P&A'd on 11/9/10. NOV 12 2010 Spud Date: Rig Release Date: NMOCD ARTESIA I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE / TITLE Senior Regulatory Compl. Sp. DATE 11/10/2010 Type or print name Bryan Arrant E-mail address: bryan.arrant@chk.com PHONE: (405)935-3782 For State Use Only Approved for plugging of well bore only. Liability under bond is retained pending receipt APPROVED BY: TITLE

of C. 703 (Subsequent Report of Well Plugging)

which may be found at OCD Web Page under Forms, www.cmnrd.state.nm.us/ocd.

Conditions of Approval (if any)