Form 31:0-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2016

		OMB No. 1004-
		Expires: July 31,
_	Comint MIn	

6. If Indian, Allottee or Tribe Name

5. Lease Serial No. STATE FCE

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. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. NM NM 94517 1. Type of Well 8. Well Name and No. Dinah 23 Federal Com 1 Gas Well Other Oil Well 2. Name of Operator Three Rivers Operating Company LLC 9. API Well No. 30-015-28946 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area Empire 1122 S. Capital of TX Hwy. Suite 325, Austin, TX 78746. 512-600-3196 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State Eddy, NM M-23-17S-28E SWSW 1077 FSL 660 FWL

I YPE OF SUBMISSION	TYPE OF ACTION			
Notice of Intent	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off
Troube of Mein	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	Other Change of Operator
Subsequent Report	Change Plans	Plug and Abandon	Temporarily Abandon	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal	
3. Describe Proposed or Completed	Operation: Clearly state all pertin	nent details, including estimat	ed starting date of any proposed wor	k and approximate duration thereof. If

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. I 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, pursuant to NTL 89-1

Bond Coverage: BLM Bond No. NMB000672

Surety Bond No. RLB0013149 Bond Amount: \$25,000.00 Bond Type: Statewide Bond

Effective Date: April 26, 2010

Change of Operator from Chesapeake Operating Inc. to Three Rivers Operating Company LLC

The owners of this CA/Agreement have been notified of the Change of Operator

Accepted for record - NMOCD

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APPROVED

JAN 1 8 2011 /s/ JD Whitlock J

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)		3	
Russell Macaw	Title V. P. of Operations		
Signature Maa and	Date 09/27/2010	ECE 7 20T ESIA	
THIS SPACE FOR FEL	DERAL OR STATE OFFICE USE	KA CID AR	
Approved by	Title LPET	Date NNOC	
Conditions of approval, if any, are attached. Approval of this notice does not warrant that the applicant holds legal or equitable title to those rights in the subject lease which entitle the applicant to conduct operations thereon			

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.

(Instructions on page 2)



## **Designation of Successor Operator for Communitization Agreement**

Designation of Successor Operator, Communitization Agreement No. <u>NMNM 94517, covering the UL "M" sec. 23, T. 17S, R. 28E, Eddy County, New Mexico.</u>

This indenture, dated as to the 24th day of August, 2010, by and between Chesapeake Operating, Inc., and Three Rivers Operating Company, hereinafter designated as "First Party," and the owners of communitized working interest, hereinafter designated as "Second Parties."

Witnesseth: Whereas under the provision of section 17(j) of the Act of February 25, 1920, as amended (74 Stat. 784; 30 U.S.C. 266(J)), and by authority delegated, Chesapeake Operating on the 9th day of April, 2010, approved Communitization Agreement no. NMNM 94517 whereby Three Rivers Operating Company is designated as Operator of the communitized area; and

Whereas the designation of a successor operator is now desired pursuant to section No. 3 of the communitization agreement; and

Whereas the First Party has been and hereby is designated by Second Parties as Operator of the communitized area, and said First Party desires to assume all the rights, duties and obligations of Operator under said communitization;

Now, therefore, in consideration of the premises hereinbefore set forth and the promises hereinafter stated, the First party hereby covenants and agrees to fulfill the duties and assume the obligations of Operator of the communitized area under and pursuant to all the terms of communitization agreement no. NMNM 94517 and the Second Parties covenant and agree that effective as of the date herein specified, and upon receipt of this indenture, properly executed, by the Authorized Officer, the First Party shall be granted the exclusive right and privilege of exercising any and all rights and privileges as Operator, pursuant to the terms and conditions of said communitization agreement, said communitization agreement being hereby incorporated herein by reference and made a part hereof as fully and effectively as though said agreement were expressly set forth in this instrument.

In witness whereof, the parties hereto have executed this instrument as of the date hereinabove set forth.

Three Rivers Operating Company, UC

Macan

(Witness) Daxota Gring Melaw

(First Party) Russell D. Mulaw

Vice President - Operations

Attest:

CHESAPEAKE OPERATING, INC.

(Second Party)

Anita L. Brodrick

Douglas J. Jacobson

**Executive Vice-President**