UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division 1625 N. French Dr.

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000

BUREAU OF LAND MANAGEMENT Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELCODS, NM 88240M 077004 Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side If Unit or CA/Agreement, Name and/or No. Type of Well Oil Well Gas Well 🔲 Other Well Name and No. Name of Operator Excalibur "17" Federal 001 Chesapeake Operating, Inc. API Well No 3a. Address 30-025-36543 3b. Phone No. (include area code) P. O. Box 11050 Midland TX 79702-8050 (432)687-2992 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 860' FSL & 660' FEL, Section 17, T19S, R33E Buffalo; Penn 11. County or Parish, State Lea New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen ☐ Production (Start/ Resume) ☐ Notice of Intent ☐ Water Shut-Off Alter Casing Fracture Treat ☐ Reclamation Well Integrity Subsequent Report Other Casing /perf Casing Repair New Construction Recomplete Change Plans ☐ Plug and Abandon Temporarily Abandon, acid/frac Final Abandonment Notice Convert to Injection ☐ Plug Back Water Disposal 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 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.) 10-06-04 Spud 25" conducor hole 40'. In 17 1/2" hole ran 10 jts. 13 3/8" 48# H-40 STC csg. set @ 450', Cmt'd w/50 bbls spacer, cmt w/200 sx Lite + additives. Tail in w/250 sx Cl. C + additives. 10-18-04 In 12 1/4" hole ran 118 jts. 8 5/8" 32# J-55 LTC csg set @ 5,304'. Cmt'd w/1,350 sx. Tail in w/200 sx. 11-23-04 In 7 7/8" hole ran 318 jts. 5 1/2" 17# - 20# L80 LTC csg. set @ 13,760'. Cmt'd w/790 sx cmt.Cmt. 2nd stage w/710 sx + additives. Tail in w/100 sx Halad Reg. 12-08-04 RIH w/perforating guns, perforate Lower Morrow 13,700 - 13,710' @ 4 spf. 12-09-04 RU Cudd Pumping Service. Pump 2,423 gals 2% KCL to load tbg, pump another 475 gals to establish rate @ 2 BPM. Switch to 15% NeFe, pump 105 gals. Switch to 2% KCL pump 168 gals. ND wellhead, add 2' x 2 7/8" sub, NU wellhead, pressure csg to 2000#, held good, tie onto tbg., pump 1,134 gals 2% KCL. Switch to 15% NeFe, pump 193 gals, CP incr. to 2530#, switch to 2% KCL, pump 201 gals, SD, ND wellhead, NU BOP, pump 3,402 gals 2% KCL down tbg @! 6000# @ 4BPM. 12-11-04 Pump 2000 gals 15% NeFe @ 5367#. 12-15-04 RU Cudd Pumping serv. press. annulus to 1000#, tie onto tbg., pump 10,000 gals Ultragel @ 5 BPM, flush w/3, 612 gals 2% KCL. Swabbing 14. I hereby certify that the foregoing is true and correct CEPTED FOR RECO Name (Printed/Typed) Brenda Coffman Regulatory Analyst Signature 12/16/2004 SPACE FOR FEDERAL OR STATE OFFICE USE Approved by DateLEUM ENGINEER Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office 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.

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or