New Mexico Oil Consurventon habitation, District Form 3160-4 1625 N. French Drive ED STATES (August 1999) Hobia PARTMENT OF THE INTERIOR Hobia BUREAU OF LAND MANAGEMENT ENGLISHED REPORT AND LOG Hobbs, NM 83240 FORM APPROVED OMB NO. 1004-0137 Expires: November 30, 2000 5. Lease Serial No. NMNM24683 Olik Well Gas Well X 1a. Type of Well 6. If Indian, Allottee or Tribe Name b. Type of Completion Work Over 🗆 Deepen 🗀 Plug Back 🗀 Diff. Resvr,. 7. Unit or CA Agreement Name and no. Other NMNM111767 Name of Operator 8. Lease Name and Well No. Chesapeake Operating, Inc. Merchant Fed. 8 Address 3.a Phone No. (Include area code) 9. API Well No. P. O. Box 11050 Midland TX 79702-8050 (432)687-2992 30-025-36318**(X** Location of Well (Report location clearly and in accordance with Federal requirements)* 10. Field and Pool or Exploratory At Surface 880 FSL & 1760 FWL Undes: Bone Spring, East Sec., T., R., M., on Block and At top prod. interval reported below 880 FSL & 1760 FWL Survey or Area Sec. 8, T22S, R33E 12. County or Parish 13. State At total depth 880 FSL & 1760 FWL New Mexico 14. Date Spudded 15. Date T.D. Reached 16. Date Completed 17. Elevations (DF, RKB, RT, GL)* Ready to Prod. □ D&A MD 12,059 18. Total Depth: MD 15,400 MD 12059 19. Plug Back T.D.: Depth Bridge Plug Set: TVD 15,400 TVD TVD Type of Electric & Other Mechanical Logs Run (Submit copy of each) Was well cored? X No ☐ Yes (Submit analysis) None Was DST run? ☐ Yes (Submit analysis) No Directional Survey? No Yes (Submit copy) 23. Casing and Liner Record (Report all strings set in well) Stage Cementer No. of Sks. & Slurry Vol. Cement Top* Amount Pulled Hole Size Size/Grade Wt. (#/ft.) Top (MD) Bottom (MD) (BBL) Depth Type of Cement 17 1/2 13 3/8 J55 54.5 1110 820 sx Light 0 8 3/4 9 5/8 K55 40 4600 1000 sx C 0 6 1/8 4 1/2 13.5 15400 250 sx H 11984 TOL 24. Tubing Record Depth Set (MD) Packer Depth (MD) Size Size Depth Set (MD) Packer Depth (MD) Size Depth Set (MD) Packer Depth (MD) 25. Producing Intervals 26. Perforation Record Formation Top **Bottom** Perforated Interval Size No. Holes Perf. Status A)Bone Spring 11744 11780 14971 - 78 4 spf CIBP 14921 14702 - 28 <u>B)</u> CIBP 14600 + 10' cmt 4 spf 14338 - 45 C) 30 holes CIBP 14280 + 10' cmt D) 27. Acid, Fracture, Treatment, Cement Sqeeze, Etc Depth Interval Amount and Type of Material 11,744 - 780 16,800 gals 20% gelled x-link acid + 2000 gals 20% gelled acid + 3500 gals 20% x-link acid + 1500 gals 20% gelled acid 12059 Set CIBP + 10' cmt. 28. Production - Interval A

Date First | Test | Hours

Produced | Date | Tested Test Production Oil BBL Gas MCF Oil Gravity Corr. API Production Method Gas Gravity 12/10/04 12-20-0#24 44 0 0 Flowing Choice Size Water BBL 24 Hr. Rate Tbg. Press Csg. Press. Oil BBL Gas MCF Gas : Oil Ratio Well Status Flwg. ACCEPTED FOR RECORD SI 48/64 0 44 0 0 producing Production - Interval B SGDJ DAVID R Date First Hours Tested Test Production Oil BBL Test Date Water BBL Oil Gravity Corr. API Gas MCF Gas Gravity Produced 19 Choke Size Tbg. Press 24 Hr. Rate Oil BBL Gas MCF Gas : Oil Ratio Water BBL Well Status Flwg. DAVID R. GLASS ST PETROLEUM ENGINEER (See Instructions and spaces for additional data on reverse side)

28b. Production - Interval C										
		Hours	Test	Oil	Gas	Water	Oil Gravity	Gas	Production Method	
Date First Produced	Test Date	Tested	Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gravity	Troduction Method	
			\rightarrow					\$ 60 \$ 64		
Choke Size	Tbg. Press.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	()	
Size	Flwg.	Press.	Kate	BBL	MCF	BBL	Kano	1 4.3°	`	
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Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
	1									
Choke		Csa	24 Hr.	Oil	Gas	Water	Gas : Oil	Well Status	<u> </u>	
Choke Size	Tbg. Press.	Csg. Press.	Rate	Oil BBL	Gas MCF	Water BBL	Ratio	Wen Status		
	Flwg.									
29. Disposition of Gas (Sold, used for fuel, vented, etc.)										
25. Disposition of Ous (Bond, asset) of year, venteu, etc.)										
30. Summ			Teratuda Aau					21 5-	-ti (T) M-d	
							31. Forma	ation (Log) Markers		
Show all important zones or porsity and contents thereof: Cored intervals and all drill-stem tests, inleuding depth interval tested, cushion used, time tool open, flowing and shut-in pressures										
tests,	inicuaing a coveries	epth interv	al tested, cu	shion use	d, time tool o	open, flowing	g and shut-in pressur	es		
and recoveries.										T
Formation		Top	Bottom		Descriptions, Contents, etc.				Name	Тор
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32. Additional remarks (include plugging procedure):										
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33. Circle	enclosed at	achmenter								
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			gs (1 full set			Geological Re	port 3. DST R	eport 4. I	Directional Survey	
5. Sur	idry Notice	for pluggi	ng and ceme	ent verific	ation 6. C	Core Analysis	7. Other			
34. I hereb	y certify tha	at the foreg	oing and att	ached inf	ormation is o	complete and	correct as determine	ed from all avail	able records (see attached inst	ructions)*
						-			to to the state of	
Name (please print) Brenda Coffman Title Regulatory Analyst										
Signature Date 04/14/2005										
Signatt	c					iwn	Date04/	14/2005		- इस एटिएँ
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States and	S.C. Section	n 101 and '	Title 43 U.S	.C. Section	on 1212, mak	ce it a crime f	for any person know atter within its juriso	ingly and willful	lly to make to any department	or agency of the United
- Into and		ous of Had	urent Statell	OI:TE	presentation	s as to any m	auer within its juriso	niction.		
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