

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

May 27, 2004

WELL API NO. 30-025-37489	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name R E Cole	
8. Well Number 004	
9. OGRID Number 147179	
10. Pool name or Wildcat Penrose Skelly; Grayburg	
SUNDRY NOTICES AND REPORTS ON WELLS: (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.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator Chesapeake Operating Inc.	
3. Address of Operator P.O. Box 11050 Midland, TX 79702-8050	
4. Well Location Unit Letter N : 460 feet from the SOUTH line and 2310 feet from the WEST line Section 16 Township 22S Range 37E NMPM County LEA	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3375 GR	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>	
Pit type Depth to Groundwater 70+ Distance from nearest fresh water well Distance from nearest surface water	
Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPLETIONS ☐

OTHER: Close Pit ☒

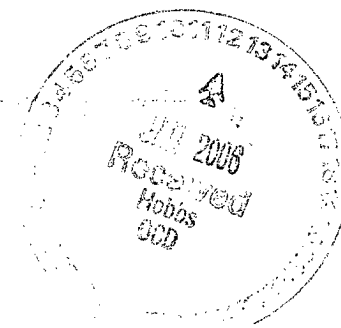
SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

As per OCD rule 50 we will dig the hole to encapsule mud using 20 mil plastic in pit and 20 mil on top. We will then top with 3' of clean dirt off of site.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE

*Shay Stricklin*

TITLE Production/Regulatory Asst.

DATE 01/09/2006

Type or print name Shay Stricklin

E-mail address: sstricklin@chkenenergy.com

Telephone No. (432)687-2992

For State Use Only

APPROVED BY:

*Shay W. Winkler*

FIELD REPRESENTATIVE II/STAFF MANAGER

DATE JAN 19 2006

Conditions of Approval (if any):