

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

Form C-103

May 27, 2004

WELL API NO.

30-025-37541

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
Lagos 22 State

8. Well Number 005

9. OGRID Number

147179

10. Pool name or Wildcat

High Plains Permian Upper Penn

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 ☒ Gas Well ☐ 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 : 660 feet from the South line and 1980 feet from the West line
Section 22 Township 14S Range 34E NMPM County Lea11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4113 GRPit or Below-grade Tank Application ☐ or Closure ☒

Pit type Depth to Groundwater 65+ 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 COMPL ☐

OTHER: Close drilling pit

☒

SUBSEQUENT REPORT OF:

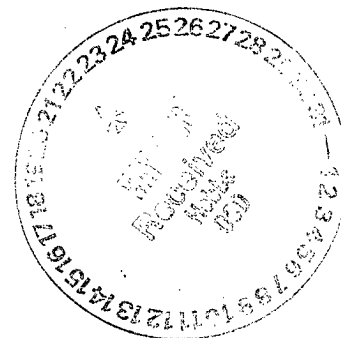
REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐

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.

Chesapeake, respectfully, request permission to close the drilling pit for this well. As per OCD rule 50 we will dig the hole to encapsulate 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 Regulatory Assistant

DATE 05/02/2006

Type or print name Shay Stricklin

For State Use Only

E-mail address: sstricklin@chkenergy.com

Telephone No. (432)687-2992

OCD FIELD REPRESENTATIVE II/STAFF MANAGER

APPROVED BY:

Shay W. Wink

TITLE

DATE

MAY 23 2006

Conditions of Approval (if any):