

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM 109430
2. Name of Operator CHESAPEAKE OPERATING, INC. ATTN: LINDA GOOD		6. If Indian, Allottee or Tribe Name
3a. Address P. O. BOX 18496, OKLAHOMA CITY, OK 73154-0496	3b. Phone No. (include area code) 405-767-4275	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 940 FSL & 2174 FEL, SEC 22-T23S-R34E		8. Well Name and No. KELLER 22 FEDERAL 1
		9. API Well No. 30-025-37903
		10. Field and Pool, or Exploratory Area Antelope Ridge
		11. County or Parish, State Lea County, New Mexico

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

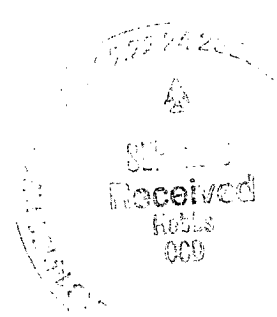
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Water Disposal Pipeline
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. 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 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 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.)

Chesapeake, respectfully, request permission to lay 6819.1 ft of 3" SDR 11 Poly flowline to the Keller 22 Federal 1 per the attached plats.

BLM NATIONWIDE BOND #NM2634.

(CHK PN 610210)



14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

LINDA GOOD

Title PERMITTING AGENT

Signature

Linda Good

Date

07/10/2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by /s/ James Stovall
Conditions of approval, if any, are attached. Approval of this notice does not warrant or 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.

FIELD MANAGER

Date SEP 18 2006

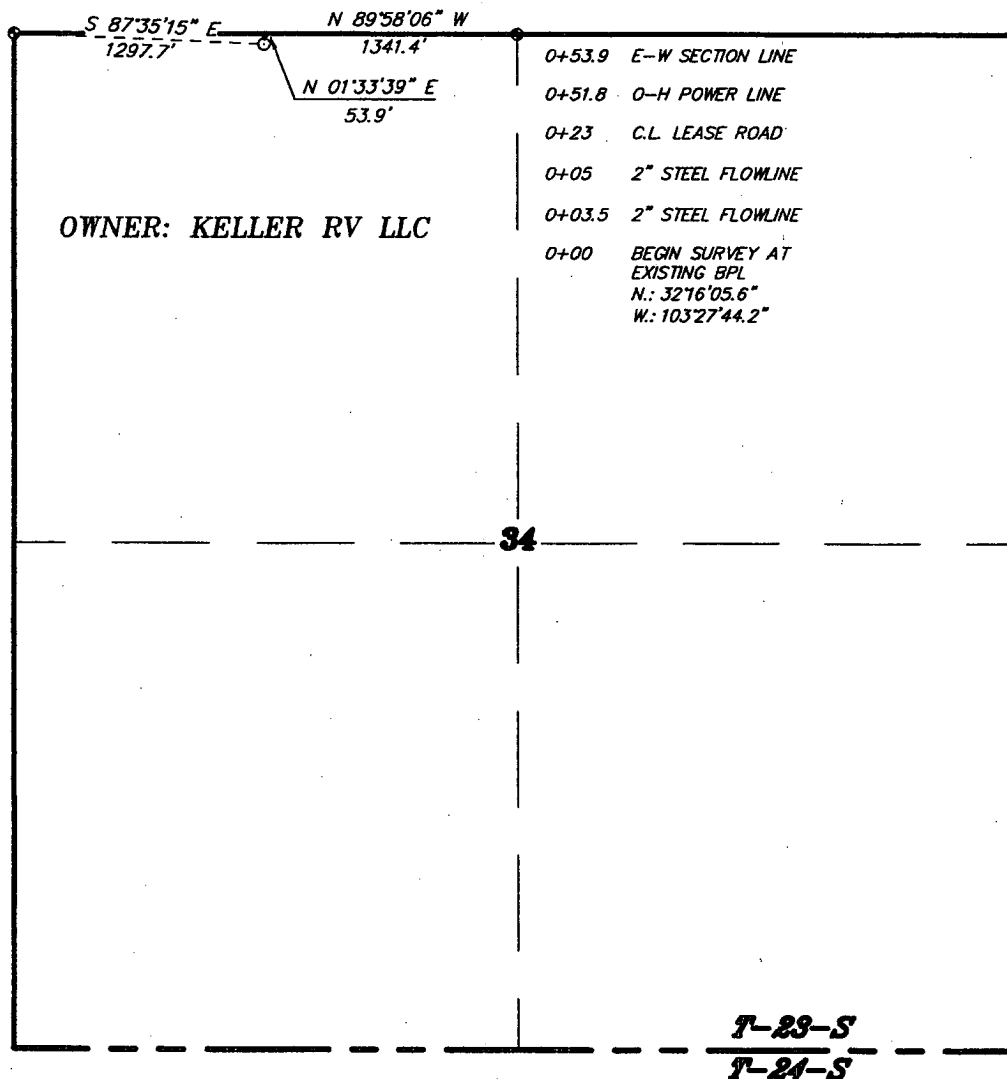
Office CARLSBAD FIELD OFFICE

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)

GWW

SECTION 34, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M.,
LEA COUNTY, NEW MEXICO.



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 34, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT WHICH LIES S.87°36'15"E., 1297.7 FEET FROM THE NORTHWEST CORNER OF SAID SECTION 34; THENCE N.01°33'39"E., 53.9 FEET TO A POINT ON THE NORTH SECTION LINE WHICH LIES N.89°58'06"W., 1341.4 FEET FROM THE NORTH QUARTER CORNER OF SAID SECTION 34. SAID STRIP OF LAND BEING 53.9 FEET OR 3.27 RODS IN LENGTH.

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED FROM FIELD NOTES OF AN ACTUAL SURVEY AND MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND SURVEYS AS SPECIFIED BY THIS STATE.

GARY L. JONES
N.M. P.S.
TEXAS P.L.S.

GARY L. JONES
NEW MEXICO
REGISTERED PROFESSIONAL LAND SURVEYOR
7977
5074

BASIN SURVEYS P.O. BOX 1786 - FARMERS, NEW MEXICO

1000 0 1000 2000 FEET

CHESAPEAKE OPERATING INC.

REF: PROPOSED PIPELINE TO THE KELLER "22" FEDERAL #1

A PIPELINE CROSSING FEE LAND IN
SECTION 34, TOWNSHIP 23 SOUTH, RANGE 34 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

W.O. Number: 6849

Drawn By: J. M. SMALL

Date: 06-27-2006

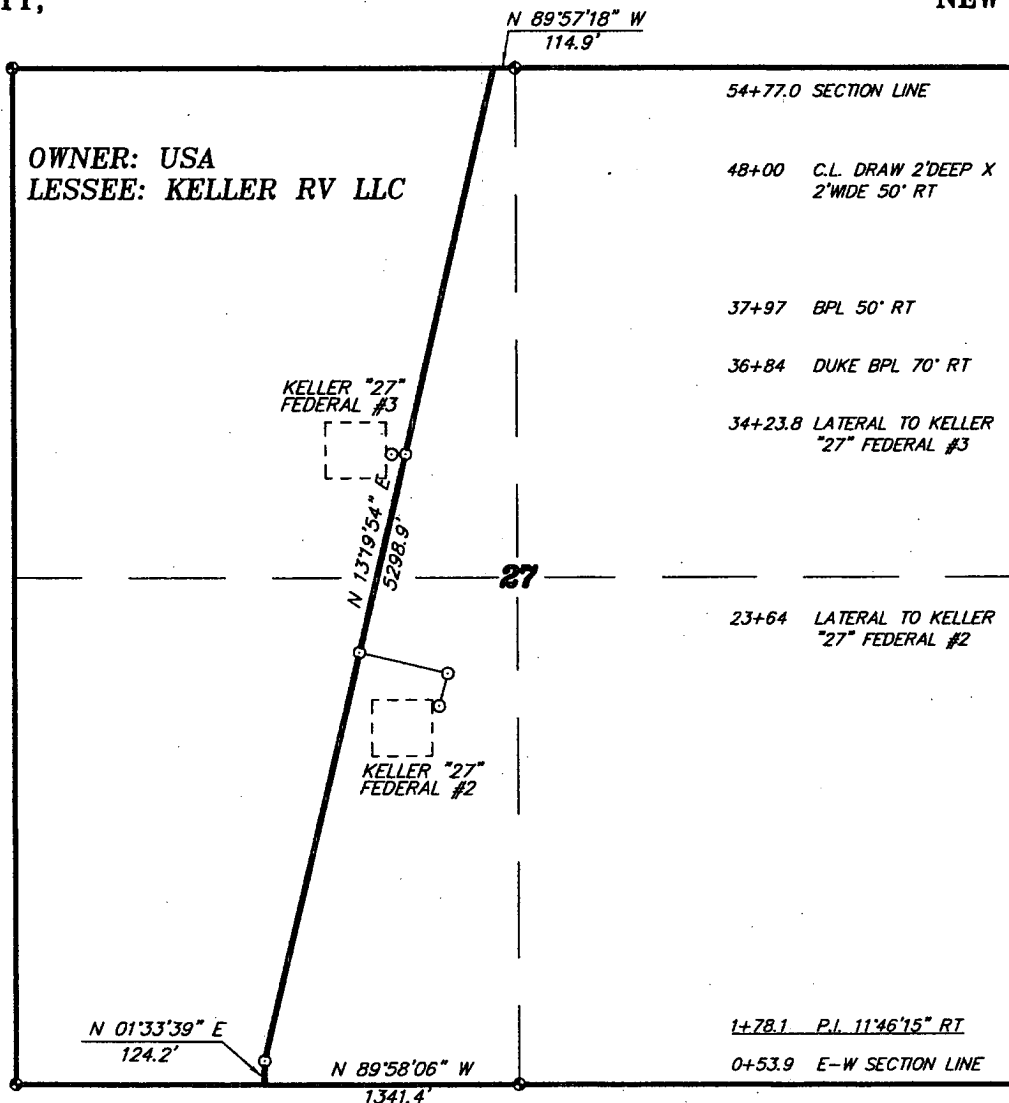
Disk: JMS 6849P

Survey Date: 06-23-2006

Sheet 1 of 3 Sheets

SECTION 27, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M.,
LEA COUNTY, NEW MEXICO.

OWNER: USA
LESSEE: KELLER RV LLC



LEGAL DESCRIPTION

A STRIP OF LAND 50.0 FEET WIDE, LOCATED IN SECTION 27, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING 25.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

SECTION 27 = 5423.1 FEET = 328.67 RODS = 1.03 MILES = 6.22 ACRES

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED FROM FIELD NOTES OF AN ACTUAL SURVEY AND MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND SURVEYS AS SPECIFIED BY THIS STATE.

1000 0 1000 2000 FEET

CHESAPEAKE OPERATING INC.

REF: PROPOSED PIPELINE TO THE KELLER "22" FEDERAL #1

A PIPELINE CROSSING USA LAND IN
SECTION 27, TOWNSHIP 23 SOUTH, RANGE 34 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786—HOBBS, NEW MEXICO

W.O. Number: 6849

Drawn By: J. M. SMALL

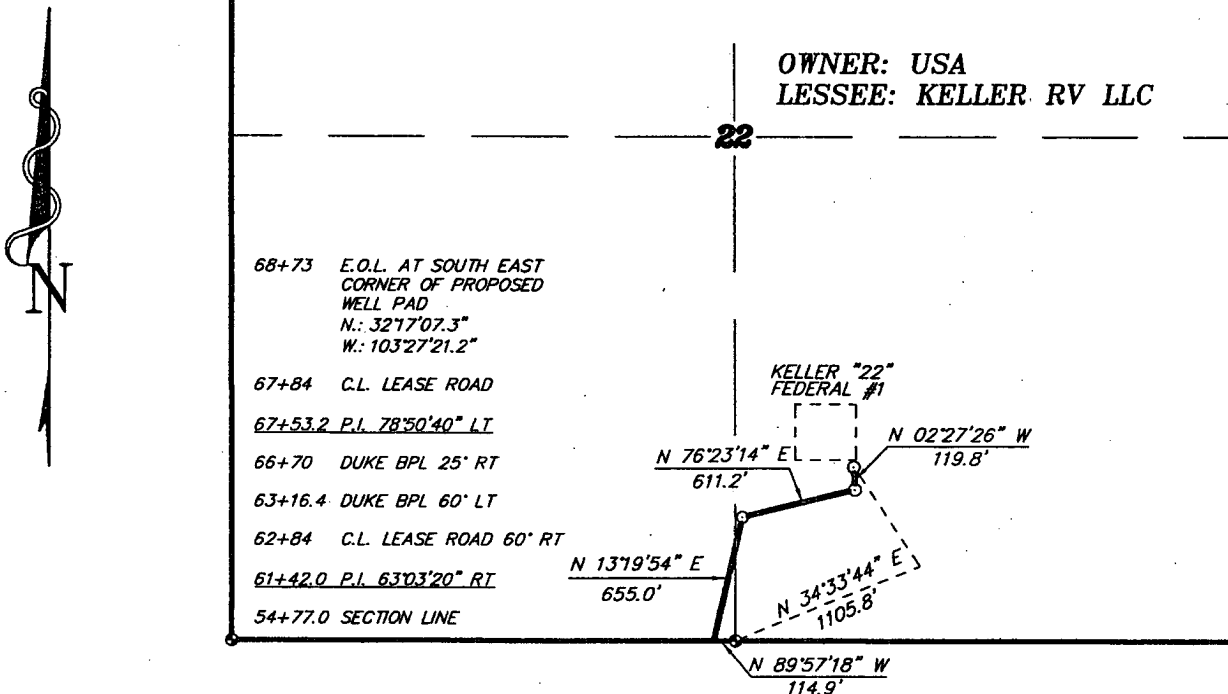
Date: 06-27-2006

Disk: JMS 6849P

Survey Date: 06-23-2006

Sheet 2 of 3 Sheets

SECTION 22, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M.,
LEA COUNTY, NEW MEXICO.



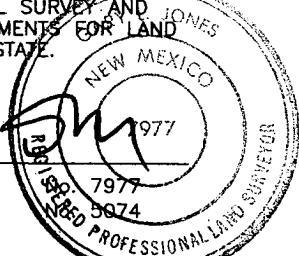
LEGAL DESCRIPTION

A STRIP OF LAND 50.0 FEET WIDE, LOCATED IN SECTION 22, TOWNSHIP 23 SOUTH, RANGE 34 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING 25.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

SECTION 27 = 1396.0 FEET = 84.61 RODS = 0.26 MILES = 1.60 ACRES

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED FROM FIELD NOTES OF AN ACTUAL SURVEY AND MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND SURVEYS AS SPECIFIED BY THIS STATE.

GARY L. JONES N.M. P.S.
TEXAS P.L.S.



BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

W.O. Number: 6849

Drawn By: J. M. SMALL

Date: 06-27-2006

Disk: JMS 6849P

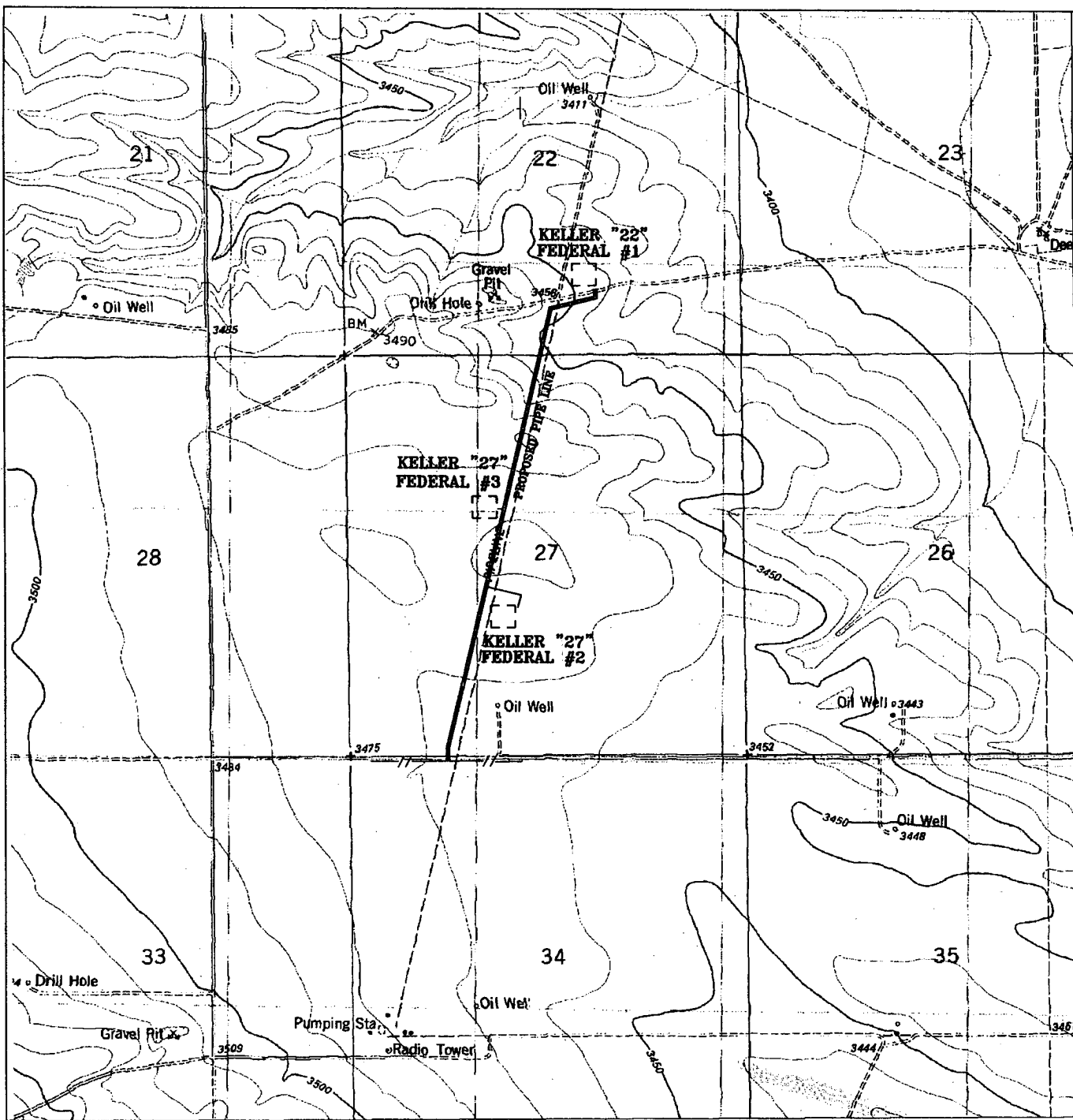
CHESAPEAKE OPERATING INC.

REF: PROPOSED PIPELINE TO THE KELLER "22" FEDERAL #1

A PIPELINE CROSSING USA LAND IN
SECTION 22, TOWNSHIP 23 SOUTH, RANGE 34 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

Survey Date: 06-23-2006

Sheet 3 of 3 Sheets



**PROPOSED PIPELINE TO THE
KELLER "22" FEDERAL #1**
Section 22, Township 23 South, Range 34 East,
N.M.P.M., Lea County, New Mexico.

**basin
surveys**
focused on excellence
in the oilfield

P.O. Box 1786
1120 N. West County Rd.
Hobbs, New Mexico 88241
(505) 393-7316 - Office
(505) 392-3074 - Fax
basinsurveys.com

W.O. Number: JMS 6849T

Survey Date: 06-23-2006

Scale: 1" = 2000'

Date: 06-27-2006

**CHESAPEAKE
OPERATING
INC.**