

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 110843
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) SW NW 2412 FNL 417 FWL SEC 11-13S-38E		8. Well Name and No. YOUNG 11 FEDERAL 3
		9. API Well No. 30-025-37183
		10. Field and Pool, or Exploratory Area BRONCO; WOLFCAMP
		11. County or Parish, State LEA COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 SITE FACILITY
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	DIAGRAM
	<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 recompleat 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 recompleat 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.)

PLEASE FIND THE ATTACHED SITE FACILITY FOR YOUNG 11 FEDERAL 3.

BLM NATIONWIDE BOND #NM2634.

Accepted for Record Purposes.
Approval Subject to Onsite Inspection.
Date: SEP 27 2006

/s/ Linda Denniston

(CHK PN 819574)

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) LINDA GOOD		Title PERMITTING AGENT
Signature <i>Linda Good</i>	Date 03/31/2006 9/25/06 resent	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		

Approved by	Title	Date
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.	Office	

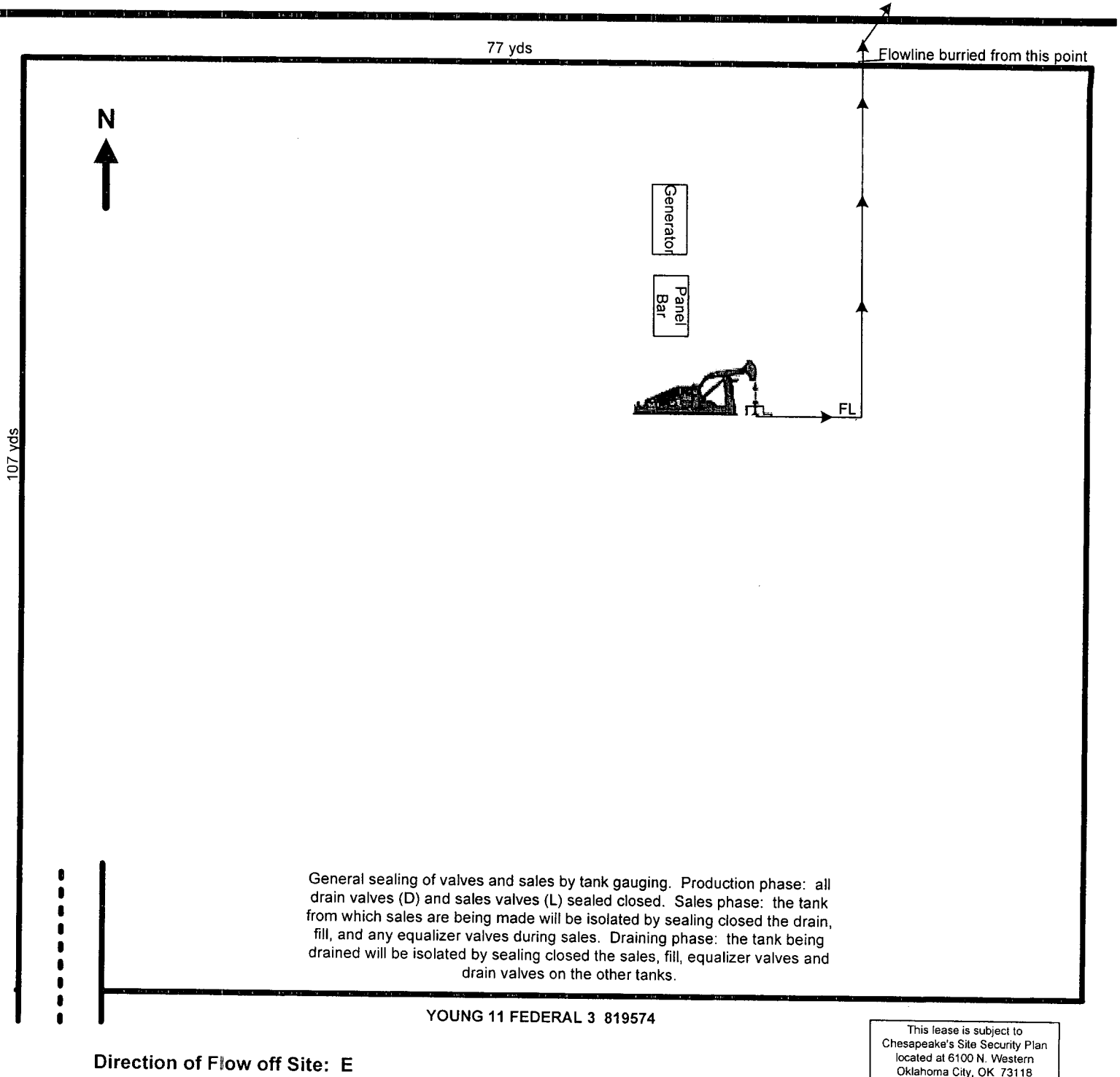
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

CHESAPEAKE OPERATING, INC.

CHK Name & Number: YOUNG 11 FEDERAL 3 819574
API number: 30-025-37183
County: LEA
State: NM
Field: BRONCO
Qtr Qtr Calls: SL: SW NW
Sec/Twnshp/Rng: 11-13S-38E
Number of Acres: 40

Regulatory Agency: BLM
Lease Sign Type: APD - WELL
CA#: 100% BLM LEASE
APD Lease #: NMNM 110843
Federal/Indian: FEDERAL
Last Violation: NONE
District: PERMIAN
Field Office: HOBBS



Prepared by: DEBBIE HERNANDEZ
Date: 3-27-2006

Approved by:
Date: