Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD-HOBBS

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

BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NMNM-110843 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Wel Oil Well Gas Well Other 8. Well Name and No. **YOUNG 11 FEDERAL 2** 2. Name of Operator CHESAPEAKE OPERATING, INC. ATTN: LINDA GOOD 9. API Well No. 3a Address 30-025-37904 3b. Phone No. (include area code) P. O. BOX 18496, OKLAHOMA CITY, OK 73154-0496 405-767-4275 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) BRONCO 11. County or Parish, State SHL: 2282 FNL & 2402 FWL, SENW, SECTION 11-13S-38E BHL: 1674 FNL & 1690 FWL, SENW, SECTION 11-13S-38E LEA COUNTY, NEW MEXICO 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ✓ Acidize Production (Start/Resume) Deepen Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair ✓ Other Acidize Burrus Pay Subsequent Report New Construction Recomplete Change Plans Temporarily Abandon Plug and Abandon Final Abandonment Notice J Plug Back Convert to Injection 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.) RU Cudd Pumping Service and acidize Burrus Pay 9155' - 9208' (213 holes) w/10,000 gal 20% Ultra-gel, flush w/84 bbl 2% KCL, RD Cudd, will swab back acid load in a.m. ACCEPTED FOR RECORD OCT 2006 FREDERICK WRIGHT PETROLEUM ENGINEER (CHK PN 611110) 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) LINDA GOOD Title PERMITTING AGENT Signature 09/26/2006 Date

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.

Title

Office

Date

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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.

Approved by