

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.

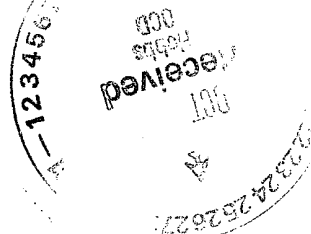
| | | |
|--|---|---|
| 1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NM-112940 |
| 2. Name of Operator CHESAPEAKE OPERATING, INC. ATTN: LINDA GOOD | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 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) 1980 FNL & 660 FEL, SESE, SECTION 25, T23S, R33E | | 8. Well Name and No. Brininstool 25 Federal 1 |
| | | 9. API Well No. 30-025-37582 |
| | | 10. Field and Pool, or Exploratory Area |
| | | 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 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 type="checkbox"/> Other | |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input checked="" 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 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.)

8/31/2006 MIRU Gray Wireline and set CIBP @ 10,990', dump bail 40' cmt on plug, run MIT test 520 Psi for 30 min. Well has been temporarily abandoned pending evaluation for additional up-hole potential. The MIT Chart is attached.



APPROVED FOR 12 MONTH PERIOD
ENDING Oct. 23, 2007

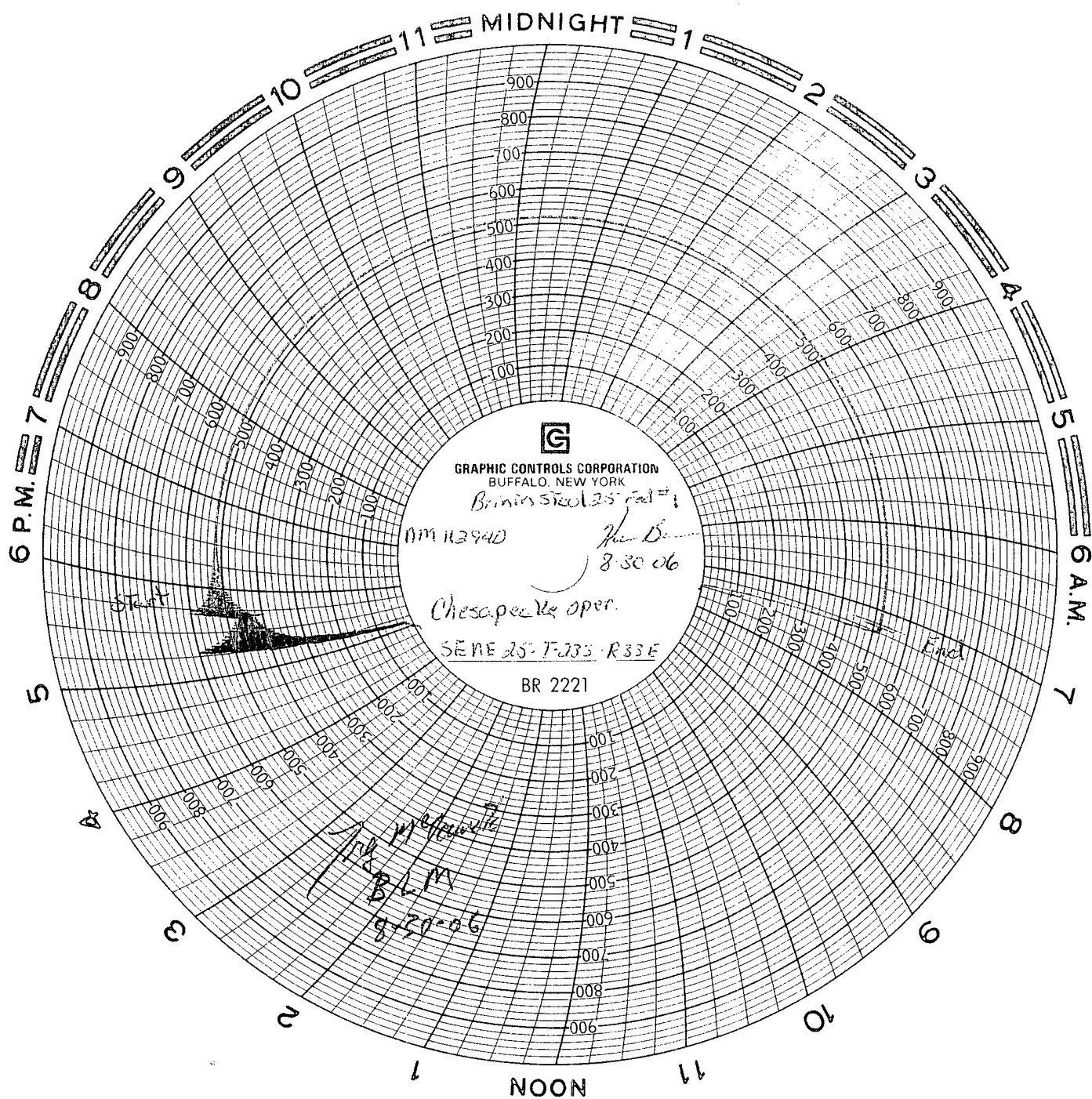
(CHK PN 819660)

| | | |
|--|--------------------|--|
| 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 10/03/2006 | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | |
| Approved by 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. | Title Office | Date OCT 23 2006 <i>Wesley W. Ingram</i> WESLEY W. INGRAM PETROLEUM ENGINEER |

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)

GWV





Linda Good
Permitting Agent

Attachment to Sundry Notice dated 10/3/2006 to Temporarily Abandon well:

Brininstool 25 Federal 1
25-23S-33E
Lea County, NM

Chesapeake Operating, Inc. proposes to return the well to production or to plug the well at the end of the one year period. We have additional Bone Spring and Delaware we want to test. We need internal as well as partner approval. This may take up to one year. Chesapeake Operating, Inc. may consider the well as a SWD conversion candidate.