Form 3160-5 (February 2005)

OCD-HOBBS

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

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

6. If Indian, Allottee or Tribe Name

FORM APPROVED

5. Lease Serial No.

NMNM-110843

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.

7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Oil Well Gas Well Other Young 11 Federal 4 2. Name of Operator CHESAPEAKE OPERATING, INC. ATTN: LINDA GOOD 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area P. O. BOX 18496 OKLAHOMA CITY, OK 73154-0496 405-767-4275 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State Lea County, New Mexico 270 FNL & 228 FWL, NWNW, SECTION 11, T13S, R38E 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ✓ Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Casing Repair New Construction Recomplete ✓ Subsequent Report __ Change Plans Plug and Abandon Temporarily Abandon Convert to Injection Plug Back Final Abandonment Notice 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must 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 Wireline, RIH w/logs, tag PBTD @ 9199', pull logs 9196' - 7000', TOC 3330, RIH perf Burrus 9110' - 9154' @ 4 SPF, RD Wireline. 12/01/2006 RIH w/tbg, set pkr @ 9058', load csg w/33 bbl 2% KCL, pressure to 1500#, FL 2100', load tbg w/12 bbl @ 3 BPM @ 4296#, acid Burrus w/5000 12/02/2006 gal 15% HCL Acidtol + 200 BS. 12/03/2006 SD 24 hrs, no activity. 12/04/2006 LES BABYAK PETROLEUM ENGINEER (CHK PN 612211) 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) LINDA GOOD Title FEDERAL REGULATORY PERMITTING AGENT Signature Date 12/05/2006 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 Office entitle the applicant to conduct operations thereon

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,

(Instructions on page 2)

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.