Office District I 1625 N. French Dr., Hobbs, NM 88240 District II OH. CONSER	of New Mexico Is and Natural Resources	Form C-103 May 27, 2004 WELL API NO. 30-025-21318
District III 1000 Pro Brazos Rd Aztes NM 87410	RVATION DIVISION of the St. Francis Dr. Fe, NM 87505	5. Indicate Type of Lease STATE X FEE 6. State Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH		7. Lease Name or Unit Agreement Name Kemnitz Unit
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other		8. Well Number 2
2. Name of Operator Chesapeake Operating Inc.		9. OGRID Number 147179
3. Address of Operator 2010 Rankin Hwy		10. Pool name or Wildcat
Midland, IX 79701		Kemnitz; Wolfcamp
4. Well Location Unit Letter K: 1980 feet from the South line and 1980 feet from the West line		
Section 22 Township 16S Range 34E NMPM CountyLea		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4086 GR Pit or Below-grade Tank Application or Closure		
Pit typeDepth to GroundwaterDistance from nearest fresh water wellDistance from nearest surface water		
Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data		
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. P AND A PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB		
OTHER: OTHER:		
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.		
THE OIL CONSERVATION DIVISION MUST BE NOTIFIED 24 HOURS PRIOR TO THE BEOLULIA OF DILIGGING OPERATIONS.		
THE OIL CONSERVATION DIVISION MUST		
BE NOTIFIED 24 HOURS PRIOR TO THE		
BEGINNING OF PLUGGING OPERATIONS.		
DEGILIATION OF THE		
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I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .		
SIGNATURE SUGATURALIA	TITLE Regulatory Tech.	DATE 08/27/2007
Type or print name Shay Stricklin For State Use Only	E-mail address:sstricklin@c	1
APPROVED BY: Lary W. Wink TITLE TO REPRESENTATIVE WISTAFF MANABATE AUG 2 9 200		
Conditions of Approval (if any):		



Kemnitz Unit 2 Plug and Abandonment <u>Lea County, NM</u>

Plug and Abandonment Procedure

1. Notify the NMOCD 24 hrs in advance prior to commencing plug and abandonment operations.

Current Wellbore Information

Surface Casing (10-3/4", 36#, J-55, set at 405') TOC Surface, Intermediate Casing (7-5/8", 24# & 26.4#, J-55 & H-40, set at 4,518') TOC 300', Production Casing (4-1/2", 13.5# & 11.6#, N-80, set at 10,805') TOC 7,200' GL: 4,091' KB: 4,102' KB Height: 11.00'

- 2. Test Anchors
- 3. Rack 360 joints of 2-3/8" N-80 Workstring.
- 4. MIRUPU. ND wellhead. NU BOP.
- 5. TIH w/ 2-3/8" tubing. Tag up @ new PBTD Approximately @ 10,700'. Circulate 4-1/2" casing with salt gel mud containing 9.5 pound brine and 12.5 lbs of gel per barrel.
- 6. PUH to 7,700'. Spot 25 sx cmt inside csg.
- 7. Perforate 4-1/2" csg at 4,567' (50' below 7-5/8" csg shoe) and then squeeze with cement to have 50' outside csg. Spot an additional 50' cmt inside csg. Estimated TOC @ 4,467' tag plug to verify.
- 8. PUH to 2,800'. Spot 25 sx cmt inside csg.
- 9. Perforate 4-1/2" csg at 1,723' (25' below Salt) and then squeeze with cement to have 50' outside csg. Spot an additional 50' cement inside csg. Estimated TOC @1,673' tag plug to verify.
- 10. Perforate 4-1/2" csg at 455' (50' below 10-3/4" csg shoe) and then squeeze with cement to surface. Spot an additional 100' cmt inside csg. Estimated TOC @ 355' tag plug to verify.
- 11. Spot a 10 sack cement plug at surface.
- 12. ND BOP. Cut off 4-1/2", 7-5/8", and 10-3/4" casings 3' below ground level.
- 13. Weld on an ID plate. RD and release Well Service Unit. Restore location.

Contacts

Workover Foreman Lynard Barrera Office: 505-391-1462

Cell: 505-631-4942

<u>Production Foreman</u> Steve Serna

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Field Engineer Doug Rubick

Office: 505-391-1462 Cell: 505-441-7326