

Submit 3 Copies To Appropriate District Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-103

May 27, 2004

WELL API NO.

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

WTYSR Unit Wells:
443,641,912,913,921,924,941,945

8. Well Number

9. OGRID Number 147179

10. Pool name or Wildcat

Teas (Yates-Seven Rivers), West

SUNDAY 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 PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☐ Other Injection Wells

2. Name of Operator

Chesapeake Operating, Inc.

3. Address of Operator

P.O. Box 18496
Oklahoma City, OK 73154-0496

4. Well Location

Unit Letter _____ : _____ feet from the _____ line and _____ feet from the _____ line
Section 4 & 9 Township 20S Range 33E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance 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 ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: Injection Pressure Increase ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

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.

Chesapeake Operating, Inc. respectfully requests to increase the injection pressure on eight wells in the West Teas (Yates-Seven Rivers) Waterflood Unit Area.

For your review, please find the attached application letter along with step rates tests performed for each well. Copies of this application have been submitted to the Hobbs New Mexico Oil Conservation Division office.

WEST TEAS YATES SEVEN RIVERS UNIT No. 443 3002535976 I-4-20S-33E 1855 FSL & 660 FEL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 641 3002533144 A-4-20S-33E 330 FNL & 330 FEL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 912 3002529971 E-9-20S-33E 1980 FNL & 660 FWL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 913 3002529972 L-9-20S-33E 1980 FSL & 660 FWL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 921 3002531896 C-9-20S-33E 330 FNL & 2310 FWL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 924 3002536073 F-9-20S-33E 2560 FNL & 2210 FWL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 941 3002532217 A-9-20S-33E 330 FNL & 990 FEL ✓
WEST TEAS YATES SEVEN RIVERS UNIT No. 945 3002536079 H-9-20S-33E 2612 FNL & 330 FEL ✓

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 Doug Rubick TITLE Field Engineer DATE 07/08/2008

Type or print name Doug Rubick
For State Use Only

E-mail address: doug.rubick@chk.com

Telephone No. (575)391-1462

APPROVED BY: Chris Williams OC DISTRICT SUPERVISOR/GENERAL MANAGER TITLE _____ DATE JUL 17 2008

Conditions of Approval (if any): need approval of Santa Fe Office! CW

June 27, 2008

Will Jones
NMOCD
1220 South St. Francis Drive
Santa Fe, NM 87505

Dear Mr. Jones,

Chesapeake Energy respectfully requests to increase the injection pressure on eight wells in the West Teas Unit (WTU) waterflood. This waterflood has been active since 2003 and step rate tests have not been performed since 2004. Please see the table below for a summary of the current pressure limitations for the injection wells at the WTU waterflood.

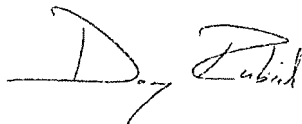
Well	API	Inj Press Limit	Order	Order Date	Comments
WTU 433	3002532032	968	IPI-244	10/19/2004	Division Order for increased injection pressure after SRT.
WTU 443	3002535976	631	WFX-791	7/24/2003	Administrative Order based on 0.2 psi/ft
WTU 641	3002533144	632	WFX-791	7/24/2003	Administrative Order based on 0.2 psi/ft
WTU 912	3002529971	1,200	IPI-244	10/19/2004	Division Order for increased injection pressure after SRT.
WTU 913	3002529972	903	IPI-244	10/19/2004	Division Order for increased injection pressure after SRT.
WTU 921	3002531896	998	IPI-244	10/19/2004	Division Order for increased injection pressure after SRT.
WTU 924	3002536073	1,197	IPI-244	10/19/2004	Division Order for increased injection pressure after SRT.
WTU 941	3002532217	615	WFX-791	7/24/2003	Administrative Order based on 0.2 psi/ft. The SRT for this well was inconclusive from IPI-244 and increase request denied.
WTU 945	3002536079	1,200	IPI-244	10/19/2004	Division Order for increased injection pressure after SRT.

Step rate tests were performed on all nine of the injectors between May 22nd and June 4th, 2008. Eight of the nine test results indicate there is room for an increase in maximum injection pressure. Results from each step rate test are attached and summarized in the table below.

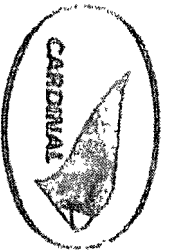
Well	API	Fracture Pressure	Requested Inj Press Limit	Date SRT Ran
WTU 443	3002535976	1,520	1,470	5/29/2008
WTU 641	3002533144	1,854	1,804	6/4/2008
WTU 912	3002529971	1,802	1,752	6/2/2008
WTU 913	3002529972	1,802	1,752	6/3/2008
WTU 921	3002531896	1,572	1,522	5/28/2008
WTU 924	3002536073	1,720	1,670	5/27/2008
WTU 941	3002532217	1,360	1,310	5/23/2008
WTU 945	3002536079	1,845	1,795	5/22/2008

Should you require further information or have any questions, please call Doug Rubick at 505-391-1462.

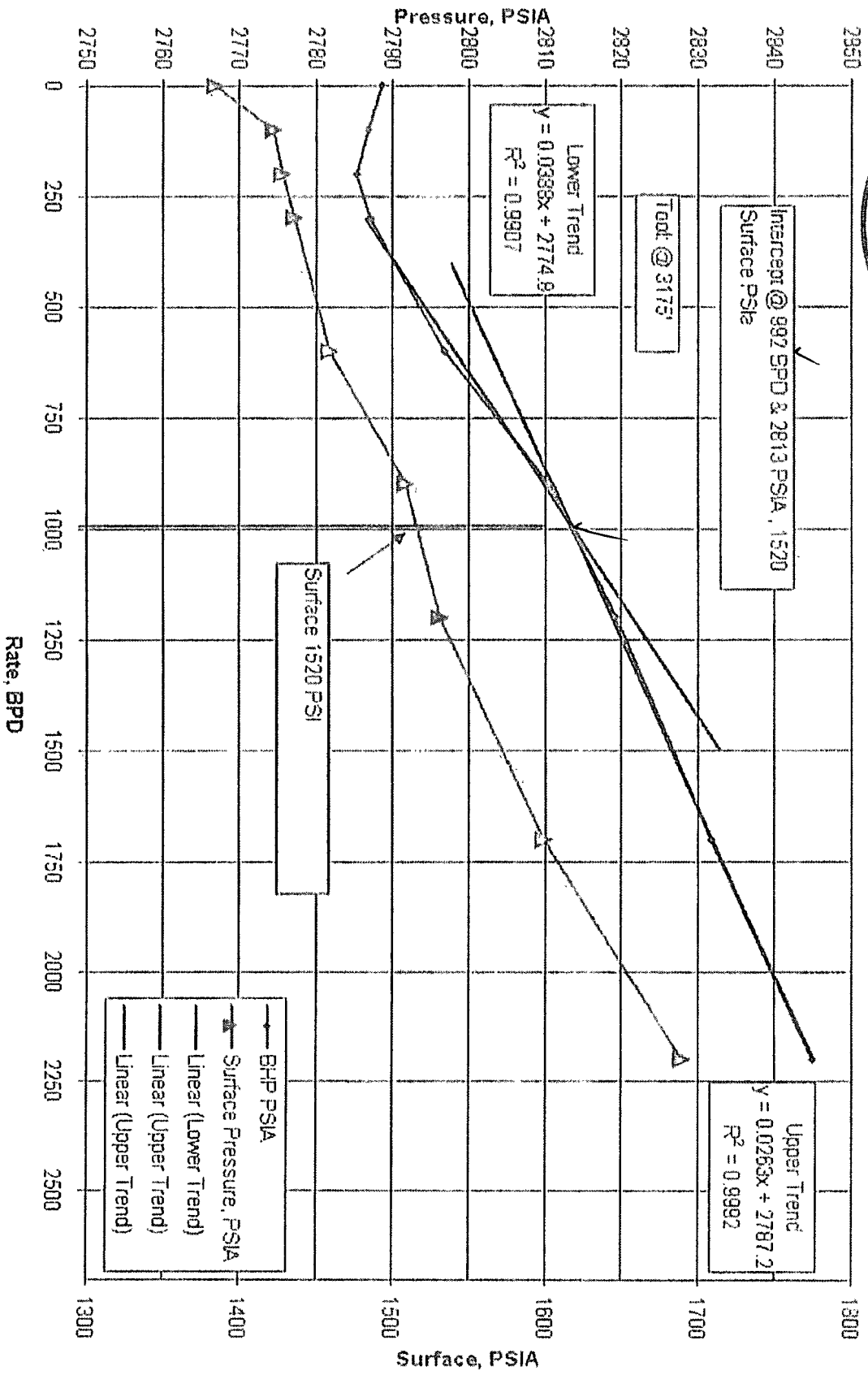
Sincerely,



Doug Rubick
Field Engineer

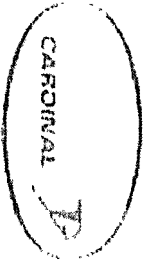


Chesapeake Energy Corp. WTU # 443
Step Rate Test 05-29-2008



Step Rate Test

Chesapeake Energy
WTU #443
Field:
Lee County, NM

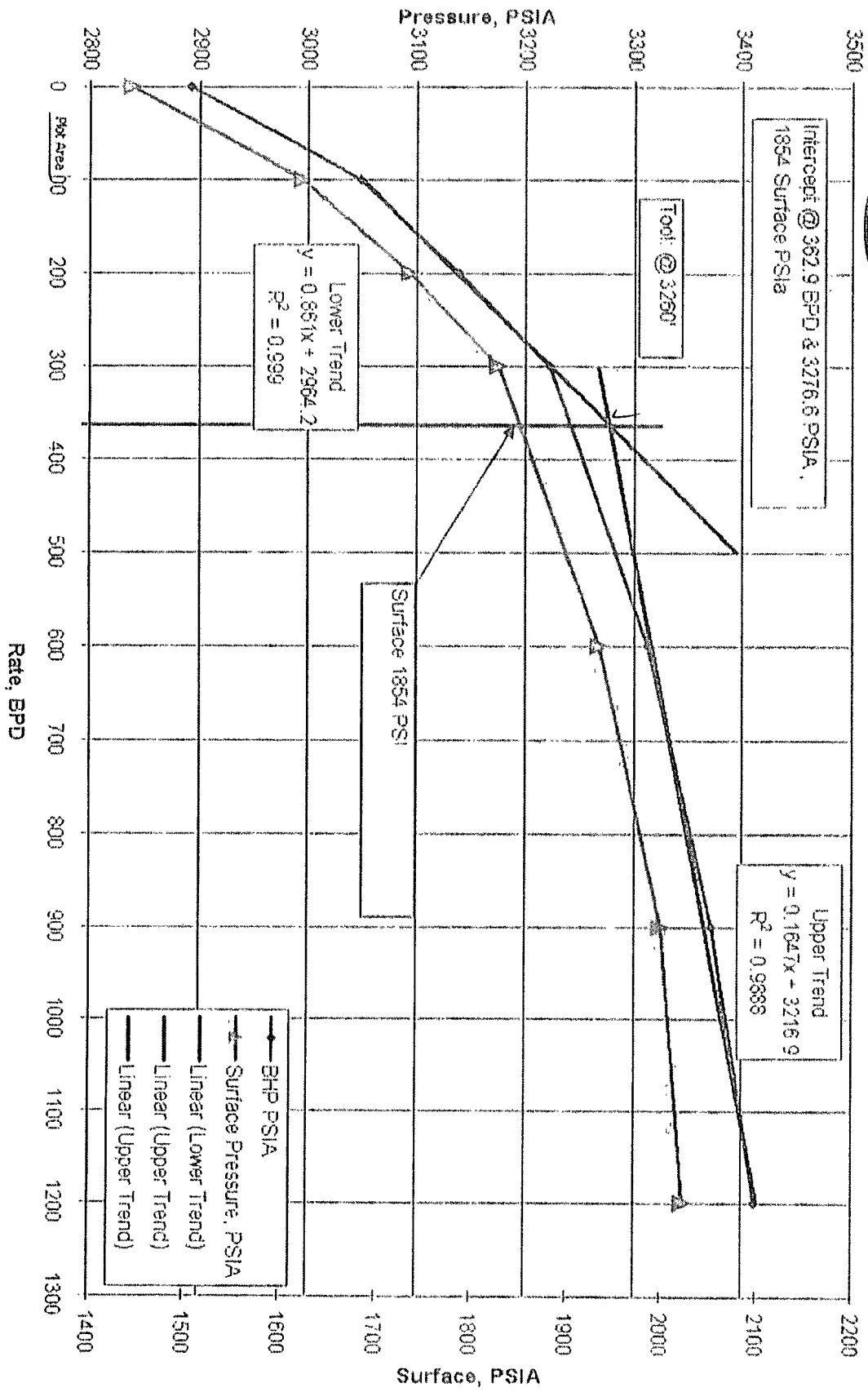


	S Time	E Time	D Time		Last Rate	Step 3, H. Pressure		Surf		Cum		Delta		Avg.	Lower		Upper
			Min			BPD	PSIA	PSIA		EBL		EBL			Trend		
1	8:31 AM	8:45 AM	14			0	2786.6	1364		0		0		0			
2	8:45 AM	9:45 AM	60		100	100	2786.9	1421.3		7.3		7.3		175			
3	9:45 AM	10:45 AM	60		200	100	2786.3	1428.3		16.3		9		216			
4	10:45 AM	11:45 AM	60		300	100	2787.1	1435.4		29.6		13.3		319		2787.1	
5	11:45 AM	12:45 PM	60		500	300	2795.3	1456.6		54.4		24.6		595		2796.3	
6	12:45 PM	1:45 PM	60		500	300	2810.4	1509.2		43		-11.4		-274		2810.4	
7	1:45 PM	2:45 PM	60		1200	300	2815.3	1531.3		142.3		99.3		2383		2815.3	
8	2:45 PM	3:45 PM	60		1700	500	2831.9	1599.3		214.6		72.3		1735		2831.9	
9	3:45 PM	4:45 PM	60		2200	500	2844.9	1636.3		305.2		91.6		2196		2844.9	
10	4:45 PM	5:45 PM	60		2700												

0.0386 2774.8
0.0263 2787.2
INT POINT: 992 BPD
2613.2696 Psia

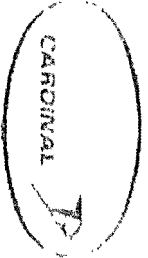


Chesapeake Energy Corp. WTU # 641
Step Rate Test 06-04-2008



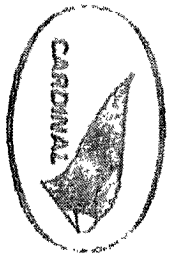
Step Rate Test

Chesapeake Energy
WCU # 641
Field: West Teas
Lea County, NM

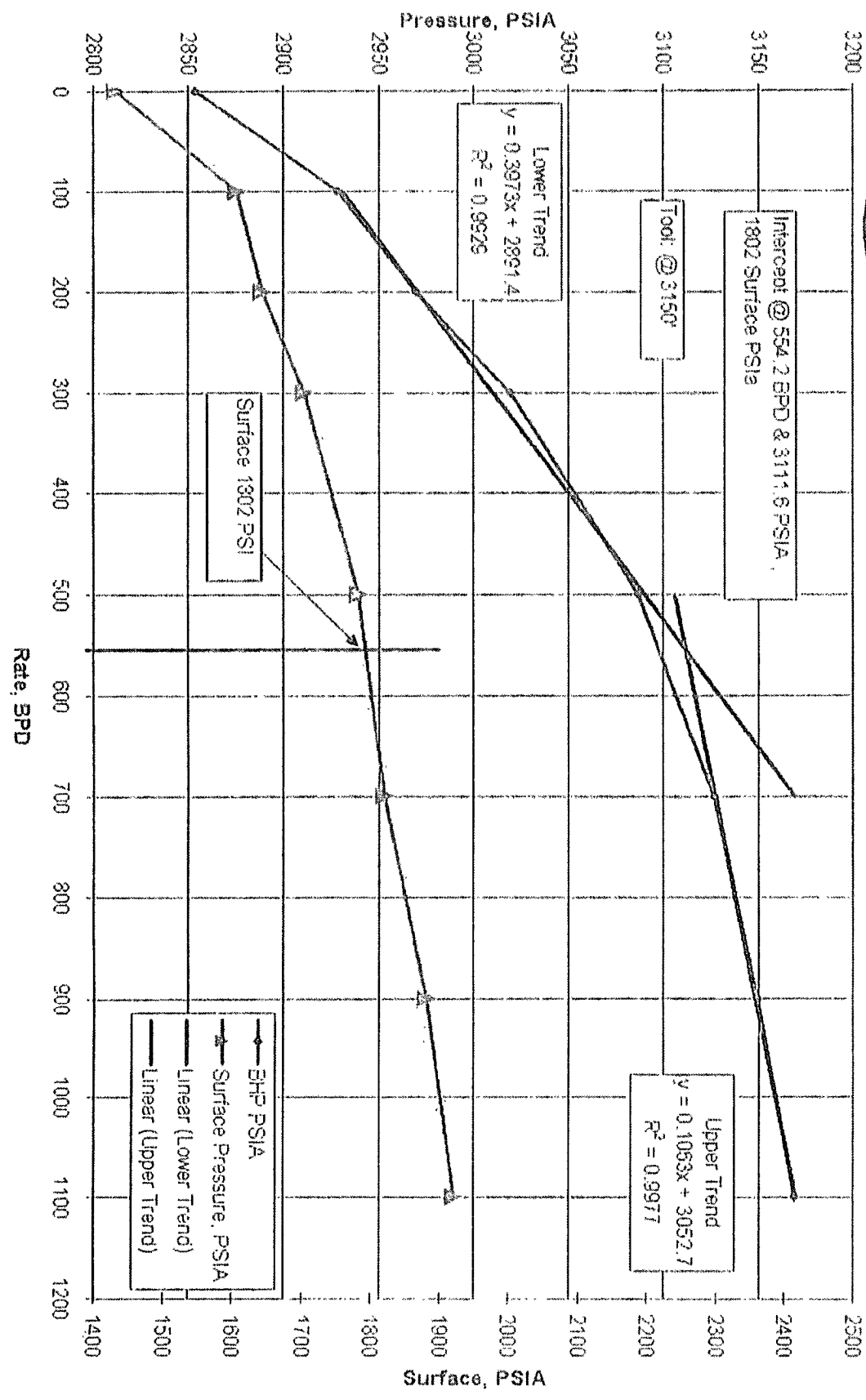


	S Time	E Time	D Time	Last Rate	Step	E. h. Pressure	Suff	Cum	Delta	Avg.	Lower	Upper
			Min	BPD	BPD	PSIA	PSIA	BBL	BBL	BPD	Trend	Trend
1	8:29 AM	8:45 AM	15	0	0	2891.5	1444.5	0	0	0		
2	8:45 AM	8:45 AM	50	100	100	3048.6	1522.5	6.1	6.1	146	3048.6	
3	9:45 AM	10:45 AM	60	200	100	3139.5	1736.2	15	8.5	214	3139.5	
4	10:45 AM	11:45 AM	60	300	100	3221	1828.5	28.4	13.4	322	3221	
5	11:45 AM	12:45 PM	60	600	300	3312.7	1934.1	51.5	23.2	557	3312.7	
6	12:45 PM	1:45 PM	60	900	300	3371.2	1993.4	89	37.4	868	3371.2	
7	1:45 PM	2:45 PM	60	1200	300	3411.5	2022.4	139	50	1200	3411.5	
8	2:45 PM	3:00 PM	15	0	-1200	3334	1940	139	0	0		

0.561 2984.2
0.1647 3216.9
Int point: 362.91828 BPD
3275.5725 Psia

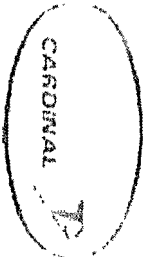


Chesapeake Energy Corp. WTU # 912
Step Rate Test 06-02-2008



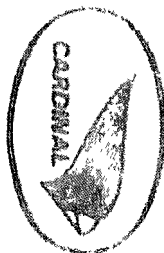
Step Rate Test

Chesapeake Energy
WTTU # 912
Field:
Lee County, NMA

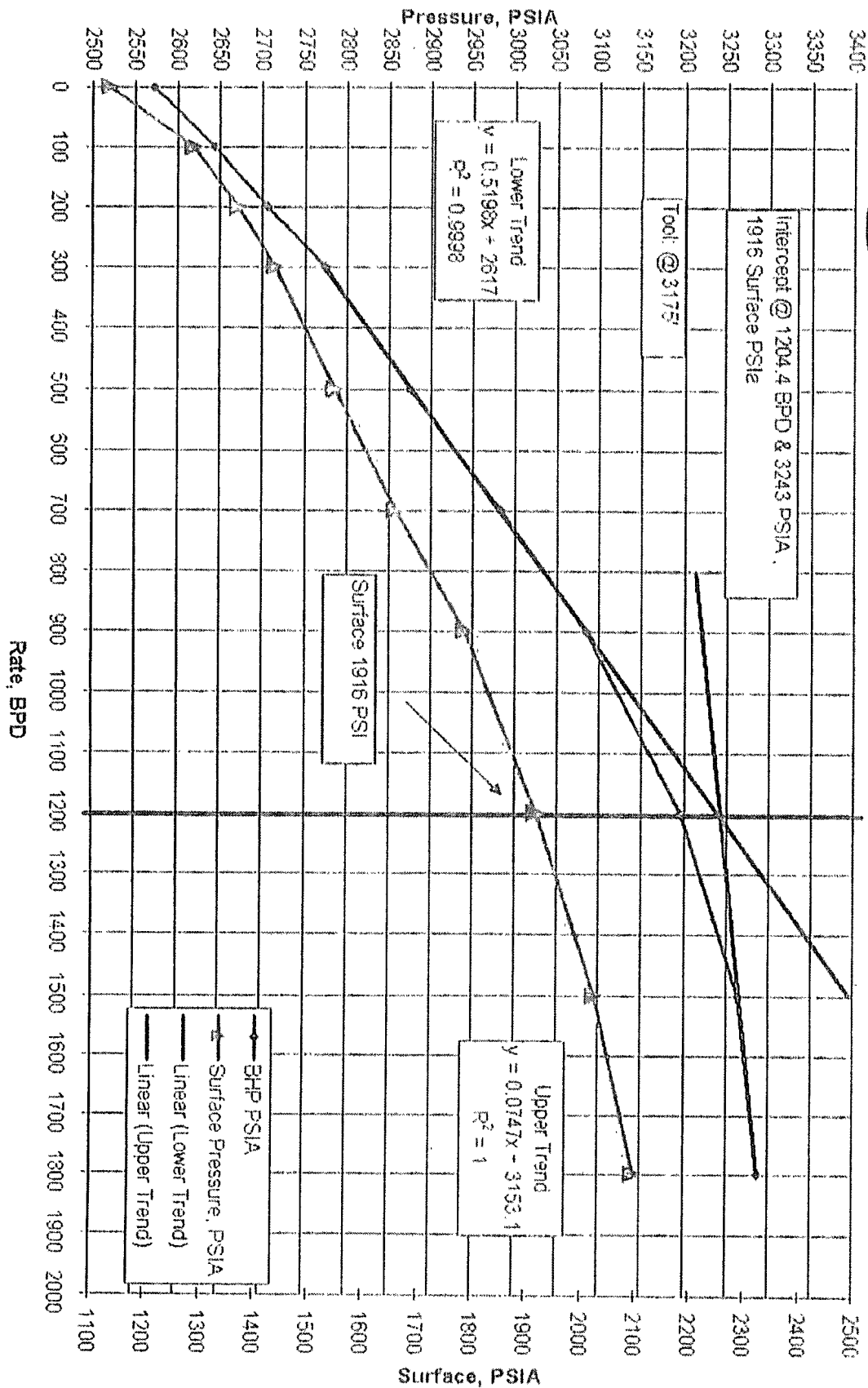


	S Time	E Time	D Time	Last Rate	SPD	Step S. H. Pressure	SPD	PSIA	Sum	Cum	Delta	Avg.	Lower	Upper
			Min	BPD		PSIA		PSIA	B/L	B/L	B/L	BPD	Trend	Trend
1	8:48 AM	9:00 AM	12	0	0	2853.2	0	1432.9	0	0	0	0	2928	
2	9:00 AM	10:00 AM	50	100	100	2928	100	1607	3.5	8.5	204	204	2969.4	
3	10:00 AM	11:00 AM	50	200	100	2969.4	100	1642.5	17.4	8.9	214	214	3019.1	
4	11:00 AM	12:00 PM	60	300	100	3019.1	100	1704.1	30.3	12.9	523	523	3086.2	
5	12:00 PM	1:00 PM	60	500	200	3086.2	200	1762.5	52.3	22	564	564	3126.5	
6	1:00 PM	2:00 PM	60	700	200	3126.5	200	1821.1	61.2	26.9	594	594	3149.5	
7	2:00 PM	3:00 PM	60	900	200	3149.5	200	1880.9	120.1	38.9	634	634	3169	
8	3:00 PM	4:00 PM	30	1100	200	3169	200	1922.1	165.5	45.4	1090	1090		
9	4:00 PM	5:00 PM	50	0	-1100	3125		1797	165.5	0	0	0		

0.3973 2891.4
0.1063 3052.7
int point 554.29553 BPD
311.6218 Psia

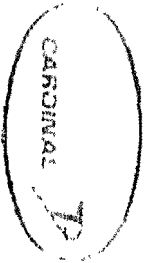


Chesapeake Energy Corp. WTU # 913
Step Rate Test 06-03-2008



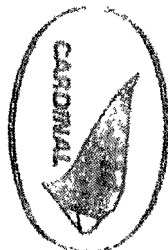
Step Rate Test

Chesapeake Energy
WTU # 913
Field:
Lea County, NM

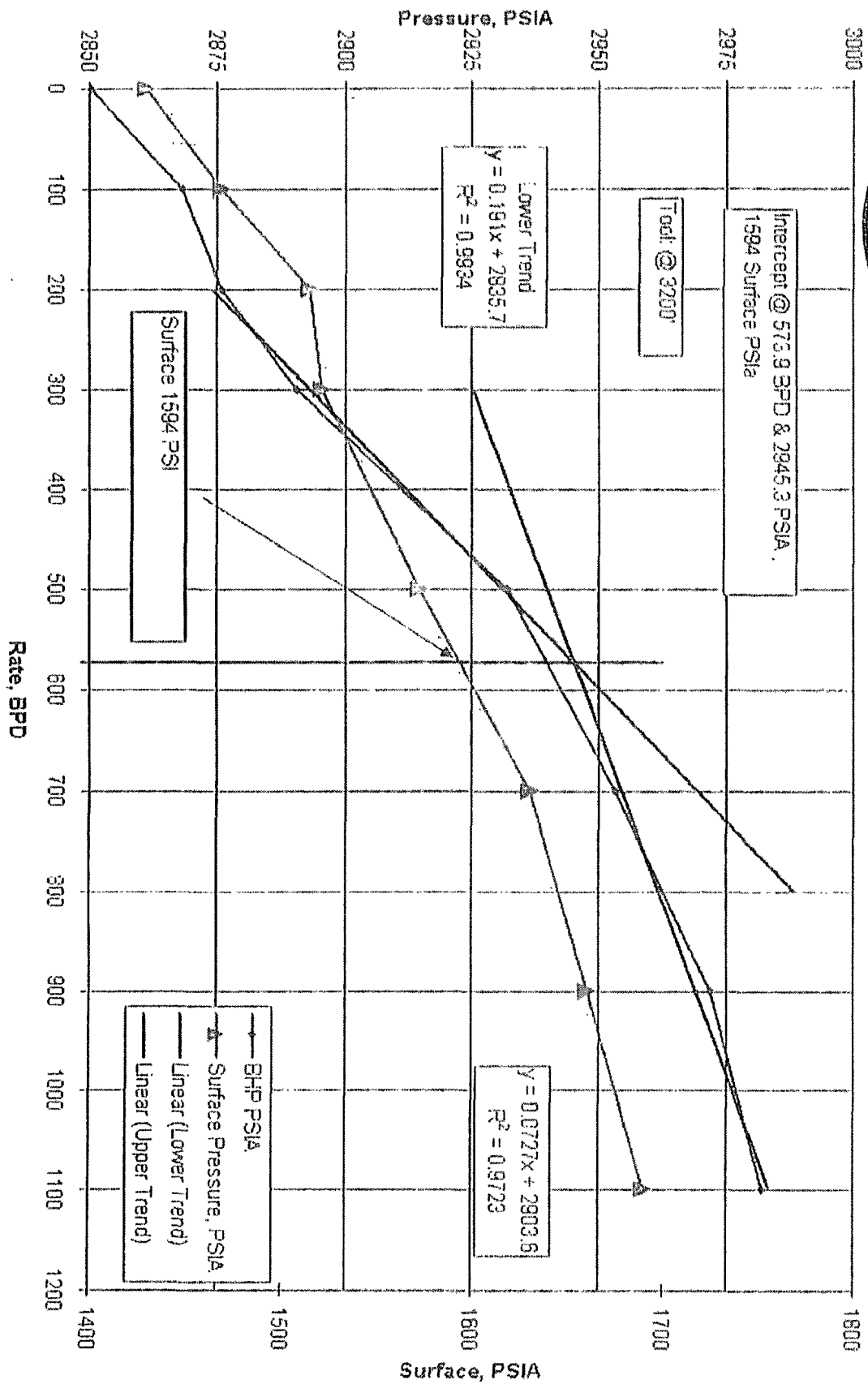


	S Time	E Time	D Time	Last Rate	Step S. R.	Pressure	Surf	Cum.	Delta	Avg.	Lower	Upper
			Min	BPD	BPD	PSIA	PSIA	BBL	BBL	BPD	Trend	Trend
1	8:51 AM	9:00 AM	9	0	0	2671.9	1131.4	0	0	0		
2	9:00 AM	10:00 AM	60	100	100	2643.1	1283	5.7	5.7	137		
3	10:00 AM	11:00 AM	60	200	100	2705	1366.8	14.7	9	216		
4	11:00 AM	12:00 PM	60	300	100	2773.6	1433.3	28	13.6	319	2773.6	
5	12:00 PM	1:00 PM	60	500	200	2874.6	1545.5	49.4	21.4	514	2874.6	
6	1:00 PM	2:00 PM	60	700	200	2963	1657.9	76.6	29.2	701	2963	
7	2:00 PM	3:00 PM	60	900	200	3084.2	1769.6	116.6	36	912	3084.2	
8	3:00 PM	4:00 PM	60	1200	300	3195.7	1919.8	168.5	51.9	1246		
9	4:00 PM	5:00 PM	60	1500	300	3235.1	2025.1	231.1	62.6	1502		
10	5:00 PM	6:00 PM	60	1900	300	3237.5	2093.1	308.5	77.4	1658		
11	6:00 PM	8:15 PM	15	0	-1300	3182	1819	308.5	0	0		3235.1

Int point: 1204.4484 BPD
3243.0728 Psia
0 5196 2617
0 0747 3153.1



Chesapeake Energy Corp. WTU # 921
Step Rate Test 05-28-2008



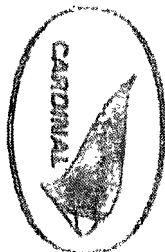
Step Rate Test

Chesapeake Energy
WTLU #821
Field:
Lea County NM

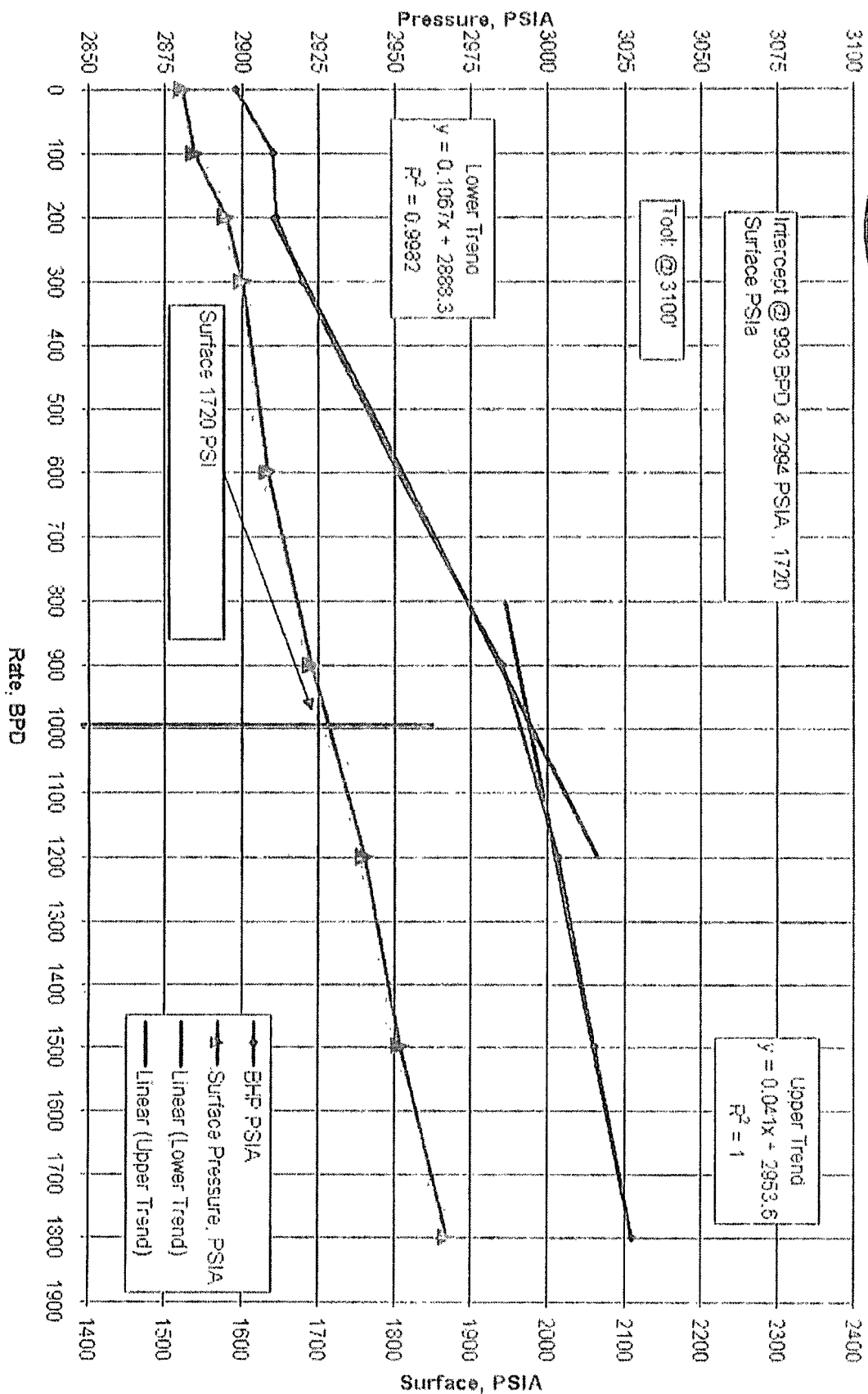


	S Time	E Time	D Time Last Rate		Step B H. Pressure		Surf		Cum	Delta		Avg.	Lower		Upper
			Min	BPD	BPD	PSIA	PSIA	BSL		BSL	SPD		Trend	Trend	
1	8:28 AM	8:30 AM	2	0	0	2850.4	1430	0	0	0	0	0			
2	8:30 AM	8:30 AM	60	100	100	2856.2	1466.5	6.5	155	6.5	155	12875.7			
3	8:30 AM	10:30 AM	60	200	100	2875.7	1515	15.7	221	9.2	221	2890.3			
4	10:30 AM	11:30 AM	60	300	100	2890.3	1521.3	23.7	312	13	312	2932.1			
5	11:30 AM	12:30 PM	60	500	200	2932.1	1572.9	49.3	506	21.1	506	2953.1			
6	12:30 PM	1:30 PM	60	700	200	2953.1	1630.3	80.2	760	30.2	760	2971.9			
7	1:30 PM	2:30 PM	60	900	200	2971.9	1660	117.9	805	37.7	805	2982.2			
8	2:30 PM	3:30 PM	60	1100	200	2982.2	1669.6	165.6	1142	47.6	1142	2993.7			
9	3:30 PM	3:45 PM	15	0	1100	2875	1496	165.6	0	0	0	2993.7			

0.191 2935.7
0.0727 2903.6
Int point 573.9645 BPD
2945.3272 Psia



Chesapeake Energy Corp. WTU # 924
Step Rate Test 05-27-2008



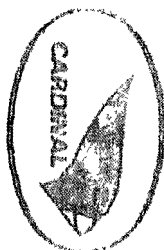
Step Rate Test

Chesapeake Energy
WTU #924
Field:
Lea County, NM

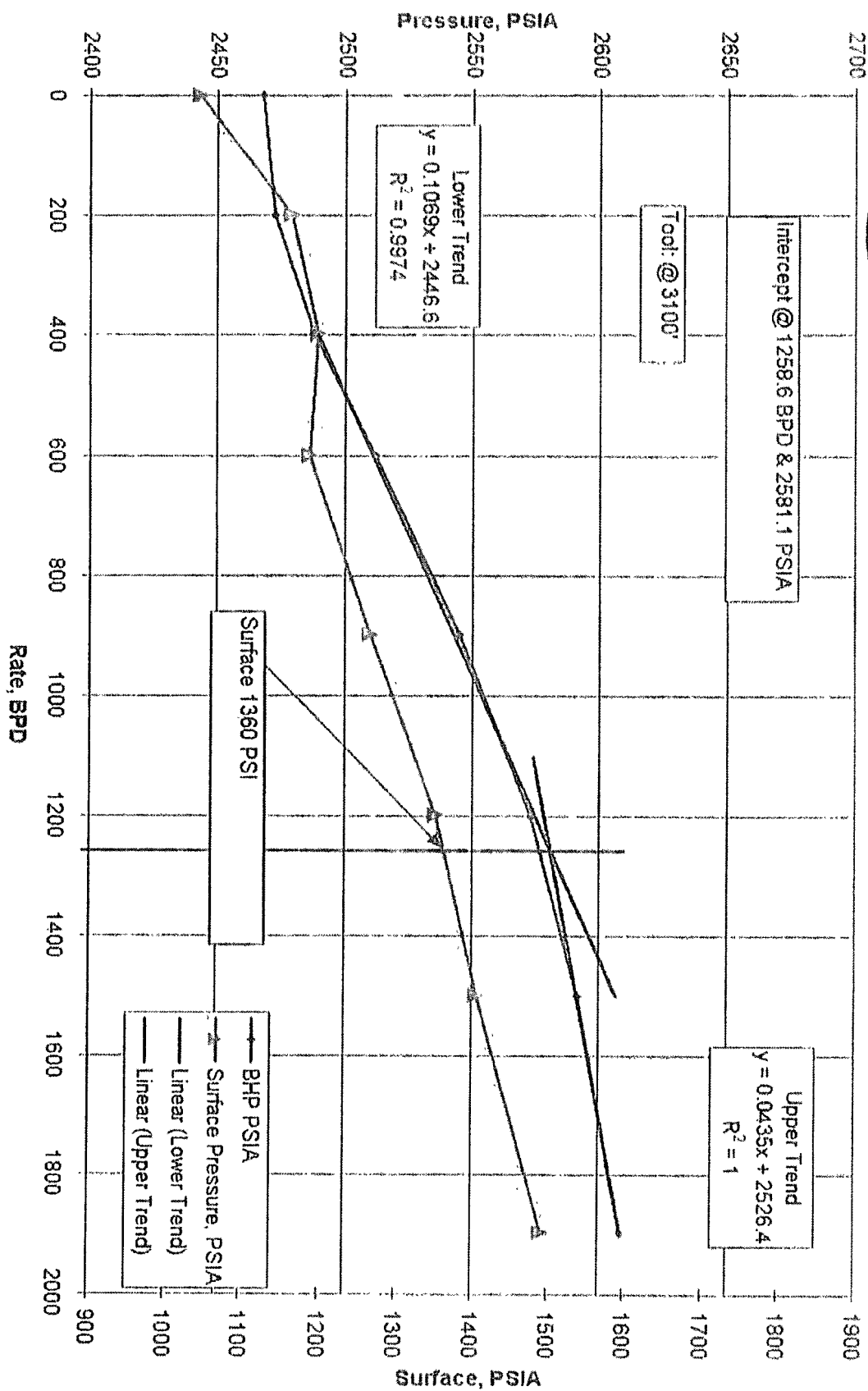


	S Time	E Time	D Time	Last Rate	Step B. H. Pressure	Surf	Cum	Delta	Avg.	Lower	Upper
			Min	SPD	SPC	PSIA	GBL	GBL	SPD	Trend	Trend
1	9:00 AM	10:00 AM	60	0	0	2898.1	1522.4	0	0		
2	10:00 AM	11:00 AM	50	100	100	2910.3	1537.8	6.7	161	2911	
3	11:00 AM	12:00 PM	60	200	100	2911	1579.1	15.5	8.8	2919.6	
4	12:00 PM	1:00 PM	50	300	100	2915.6	1601.1	26.6	13.1	2950.7	
5	1:00 PM	2:00 PM	50	500	300	2950.7	1634.3	54.3	25.7	2985.4	
6	2:00 PM	3:00 PM	50	900	300	2985.4	1661.1	82.2	38.9		
7	3:00 PM	4:00 PM	50	1200	300	3003.7	1759.4	144.1	50.9	1222	
8	4:00 PM	5:00 PM	50	1500	300	3015.1	1807.2	208.7	64.6	1550	3015.1
9	5:00 PM	6:00 PM	50	1800	300	3027.4	1869.7	285.2	75.5	1635	3027.4
10	6:00 PM	6:15 PM	15	0	-1500	2957.2	1526.9	285.2	0		

int point: 993.91172 SPD
2994.3504 Psia
0.1067 2888.3
0.041 2953.6

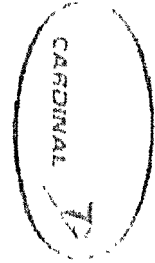


Chesapeake Energy Corp. WTU # 941
Step Rate Test 05-23-2008



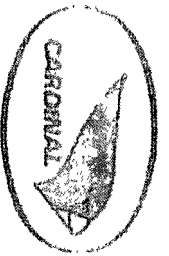
Step Rate Test

Chesapeake Energy
WTTU # 941
Field:
Lea County, NM

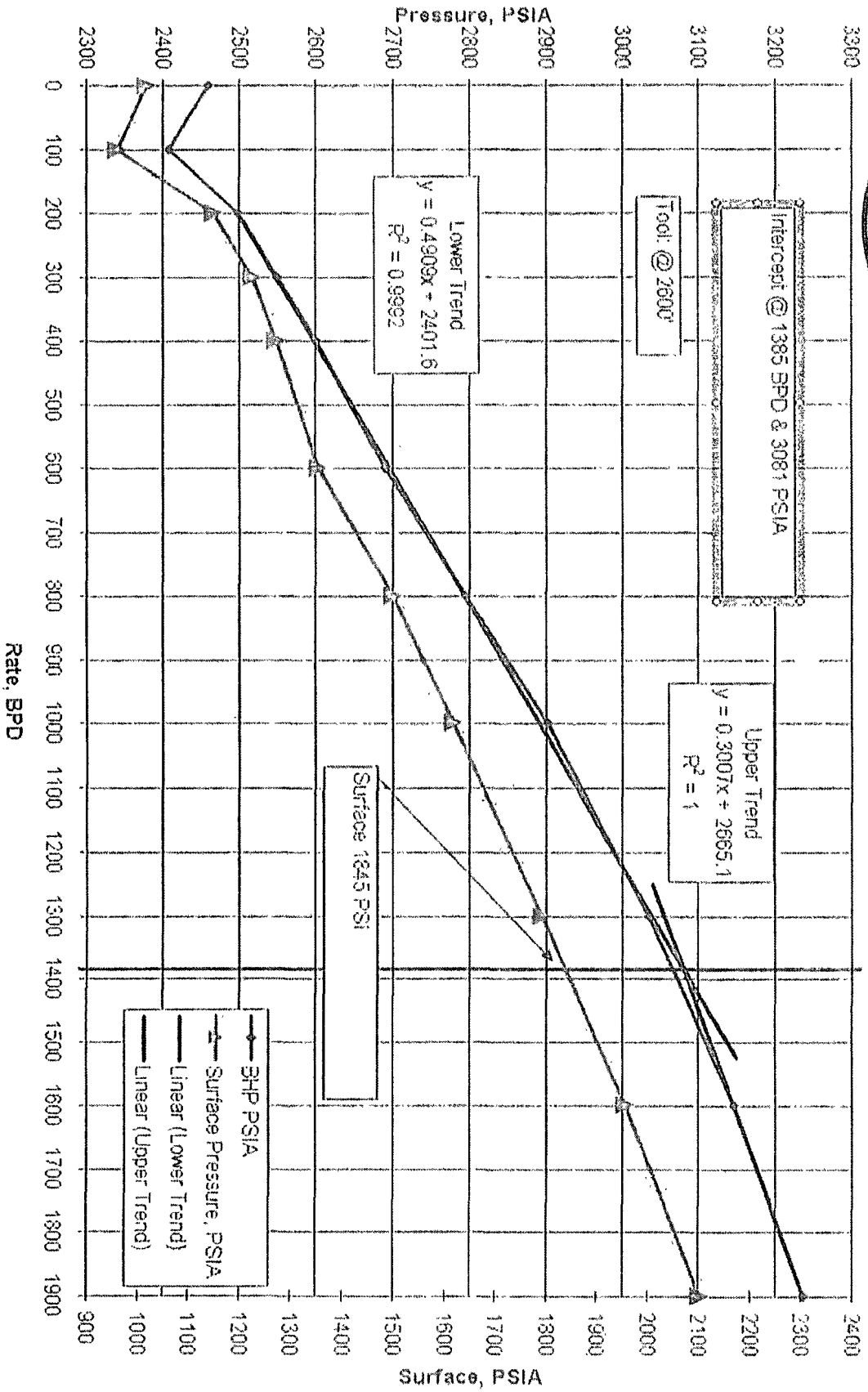


	S Time	E Time	D Time		Last Rate	Step B. H. Pressure		Surf	Cum	Delta	Avg.	Lower	Upper
			Min			BPD	PSIA	PSIA	BBL	BBL	BPD	Trend	Trend
1	10:23 AM	10:30 AM	7		0	0	2468	1044.7	0	0	0		
2	10:30 AM	11:30 AM	60		200	200	2472.6	1162.6	6.6	6.6	235	2467.8	
3	11:30 AM	12:30 PM	60		400	200	2487.3	1196.7	25.9	16.1	396	2511.6	
4	12:30 PM	1:30 PM	60		600	200	2511.6	1186.7	51.7	26.3	619	2525	
5	1:30 PM	2:30 PM	60		600	300	2545	1265.9	82.2	37.5	600	2573.2	
6	2:30 PM	3:30 PM	60		1200	300	2573.2	1352	140.6	51.4	1234		
7	3:30 PM	4:30 PM	60		1500	300	2591.7	1406.7	203.1	62.6	1500		2591.7
8	4:30 PM	5:30 PM	60		1900	400	2609.1	1493.5	284.9	81.8	1983		2609.1
9	5:30 PM	5:45 PM	15		0	-1900	2575.2	1251.4	284.9	0	0		

Int point: 1268.675* BPD
0.1066 2446.6
0.0435 2526.4
2581.1524 Psia

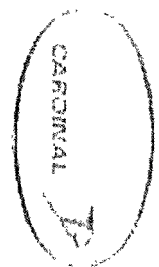


Chesapeake Energy Corp. WTU # 945
Step Rate Test 05-22-2008



Step Rate Test

Melrose Operating
WTLU #943
Field
Lee County, NM



	S Time	E Time	D Time	Last Rate	Step E. H.	Pressure	Surf	Cum	Delta	AVG.	Lower	Upper
			Mins	BPD	BPD	PSIA	PSIA	SEL	SEL	BPD	Triang	Triang
1	9:04 AM	9:30 AM	26	0	0	2469.5	1076.1	0	0	0		
2	9:30 AM	10:30 AM	60	100	100	2407.1	956.6	5.3	5.3	127	2499.2	
3	10:30 AM	11:30 AM	60	200	200	2499.2	1149.8	13.3	8.6	204	2549.8	
4	11:30 AM	12:30 PM	60	300	300	2649.6	1223.1	28.5	12.7	306	2699.4	
5	12:30 PM	1:30 PM	60	400	400	2699.4	1271.5	42.6	14.6	364	2699.4	
6	1:30 PM	2:30 PM	60	500	500	2689.3	1353.3	59.4	25.5	522	2689.3	
7	2:30 PM	3:30 PM	60	600	600	2794.1	1499.3	102	33.6	606	2794.1	
8	3:30 PM	4:30 PM	60	800	800	2902.3	1619	144.5	42.6	702	2902.3	
9	4:30 PM	5:30 PM	60	1000	1000	3034.5	1734	204.5	59.9	1432	3034.5	
10	5:30 PM	6:30 PM	60	1600	1600	3146.2	1967.3	283.4	60.9	1462		3146.2
11	6:30 PM	7:30 PM	60	300	300	3236.4	2102.7	346	50.6	1334		3236.4
12	7:30 PM	7:45 PM	15									

int point: 1385.333 BPD
3061.6849 psia
0.4909 2401.3
0.3307 2685.1