

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

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-36391
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Hornet State # 1
8. Well Number
9. OGRID Number 147179
10. Pool name or Wildcat Wildcat, San Andres First Strip
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4002'

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 PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator
Chesapeake Operating, Inc.

3. Address of Operator
P.O. Box 18496 Oklahoma City, OK 73154-0496

4. Well Location D 760' North 660' West
Unit Letter : feet from the line and feet from the line
Section 3 Township 19S Range 34E NMPM Lea County

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 ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

Re-Complete to San Andres
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.

Please find the attached report in the re-completion to the San Andres.

RECEIVED

JUL 22 2008
HOBBS OCD

Spud Date:

5/28/2008

Rig Release Date:

6/24/2008

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Linda Good TITLE Sr. Reg. Compliance Specialist DATE 7/21/2008
Type or print name Linda Good E-mail address: Linda.good@chk.com PHONE: 405-767-4275
For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE AUG 14 2008
Conditions of Approval (if any): 2A Scharb Bone Spring

05/28/2008 through 6/24/2008

MIRU MESA RIG # 19 AND ALL SURFACE RENTAL EQUIPMENT UNHANG WELL UNSEAT PUMP TOOH LAYING DOWN PUMP AND RODS ND WELL HEAD NU BOP RELEASE TAC TOOH STANDING 180 JTS 2-7/8 TBG 5700' IN DERRICK SISD

SIP= 0 PSI CONTINUE TOOH LAYING DOWN PROD TBG MIRU JSI WIRELINE TIH W/ 4 62 GAUGE RING AND JUNK BASKET TO 10,560' ~~SET CIBP @ 10,520' W/ 35' CEMENT~~
~~SET CIBP @ 7000' W/ 35' CEMENT TAG PLUG~~ TO VERIFY SET PERF SAN ANDRES FROM 5632' TO 5698' W/ 4 SPF 112 HOLES RIG W/L DOWN RECEIVE RACK AND TALLY 185 JTS 2-7/8 WORK STRING SISD SENT 153 JTS 2-7/8 PROD TBG TO EL FARMER
HOBBS SENT 187- 1 2 F/G RODS AND 138- 7/8 RODS TO PERMIAN RODS

Perfs:

SAN ANDRES (5632' - 5698', 4 SPF, 112 Shots)

ACIDIZE SAN ANDRES, SWAB, FRAC
SET CIBP @ 5670' RIG W/L DOWN