

**Chesapeake Operating, Inc.'s Closed Loop System  
Kyte #6  
Unit I, Sec. 23, T-20-S R-38-E  
Lea Co., NM  
API #: 30-025-34086**

**Equipment & Design:**

**Chesapeake Operating, Inc. is to use a closed loop system in the plug & abandonment of this well.**

**(1) 250 bbl frac tank**

**Operations & Maintenance:**

**During each and every tour, the rig's drilling crew will inspect and monitor closely the drilling fluids contained within the steel tank and visually monitor any spill which may occur.**

**Within 48 hours should a spill, release or leak occur, the NMOCD District I office in Hobbs (575-393-6161) will be notified. Please note that notifications may be made earlier to the district office should a greater release occur.**

**This is in keeping with the reporting requirements of NMOCD's rule 116.**

**Closure:**

**After plug and abandonment operations, fluids will be hauled and disposed to the Controlled Recovery, Inc.'s (CRI) location.**

**The disposal permit number for CRI is: NM-01-0006**

**Should this facility not be available, Sundance Disposal is the alternative site.**

**The permit # for this facility is: NM-01-0003.**