

District I
1625 N. French Dr., Hobbs, NM 88240

District II
1301 W. Grand Ave., Artesia, NM 88201

District III
1000 Rio Brazos Rd., Aztec, NM 87410

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

June 19, 2008

<p>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.)</p>		<p>WELL API NO. 30-025-03352 ✓</p>
<p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator Chesapeake Operating, Inc. ✓</p>		<p>6. State Oil & Gas Lease No.</p>
<p>3. Address of Operator P.O. Box 18496 Oklahoma Cty, OK 73154-0496</p>		<p>7. Lease Name or Unit Agreement Name Appleseed Federal ✓</p>
<p>4. Well Location Unit Letter <u>I</u> : 1980' feet from the <u>South</u> line and <u>660'</u> feet from the <u>East</u> line Section <u>17</u> Township <u>20 S</u> Range <u>35 E</u> NMPM County <u>Lea</u> ✓</p>		<p>8. Well Number <u>2</u> ✓</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3698' GR</p>		<p>9. OGRID Number 147179 ✓</p>
<p>10. Pool name or Wildcat SWD; Yates-Seven Rivers ✓</p>		

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 ☐

OTHER: ☐

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.

Dear Sylvia or To Whom It May Concern:

Please note that on 9/19/08, the following work was performed:
Pulled packer & tubing and found (2) holes at 1830' and 1862'.
RIH w/new packer and hydrotested. Replaced bad tubing.
Run MIT test per NMOCD on csng for 30 ". OK. RDPU.
Please find the MIT chart attached.

Spud Date: 07/10/1997

Rig Release Date: 08/08/1997

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

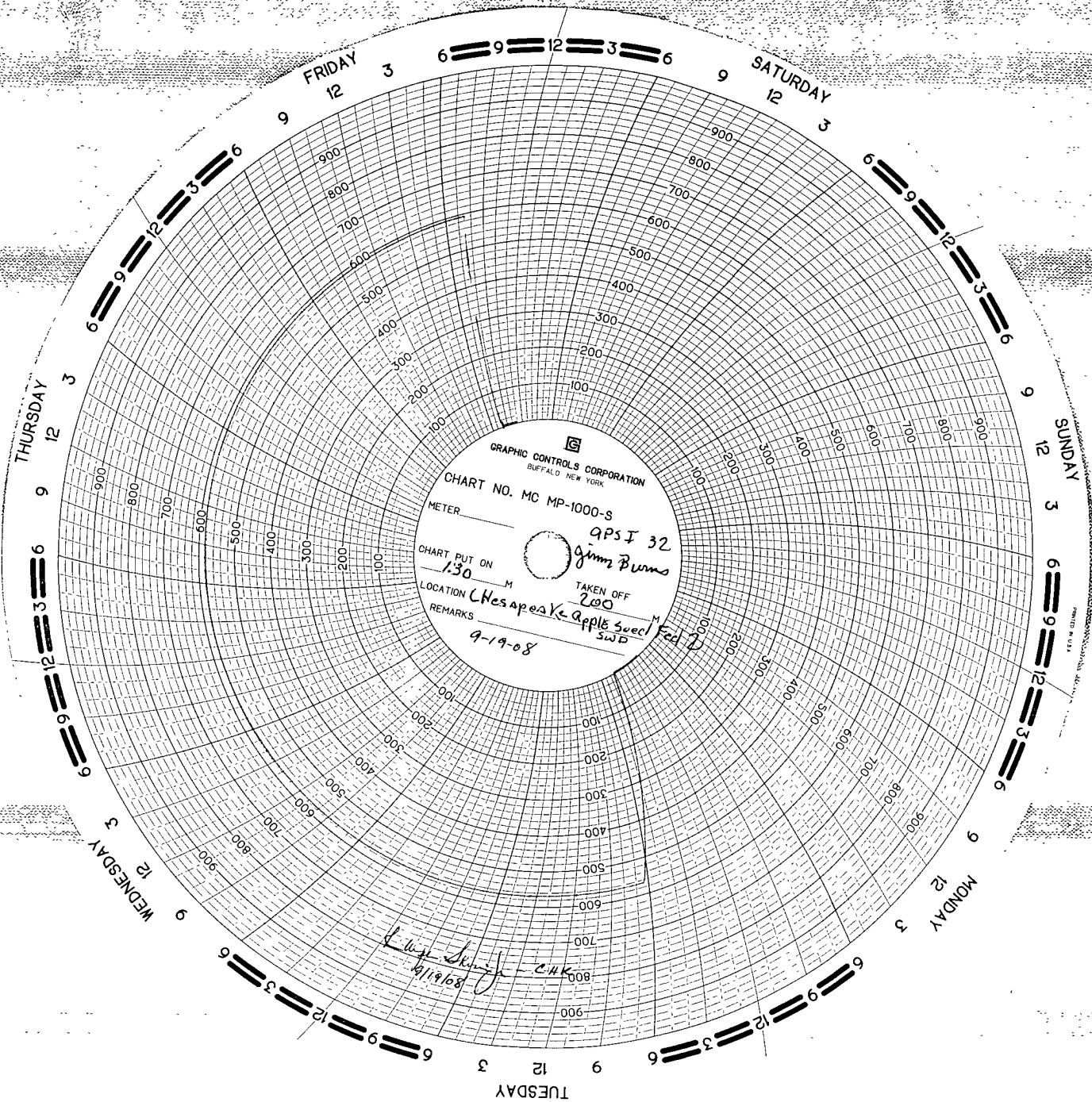
SIGNATURE Linda Good TITLE Sr. Reg. Compliance Sp. DATE 09/25/2008

Type or print name Linda Good E-mail address: linda.good@chk.com PHONE: (405)767-4275

For State Use Only

APPROVED BY: [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE OCT 01 2008

Conditions of Approval (if any):



GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

CHART NO. MC MP-1000-S

METER _____

CHART PUT ON 1:30 M

LOCATION CHESAPEAKE Apple Seed SWD

REMARKS 9-19-08

TAKEN OFF 2:00 M

gimm Burns

W. J. King - C.H.K.

9/19/08