

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs,  
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  
June 19, 2008

<b>RECEIVED</b> <b>JUL 30 2009</b> <b>HOBBSOCD</b>		WELL API NO. 30-025-04862 ✓
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 Pech State ✓		8. Well Number 3 ✓
9. OGRID Number 147179 ✓		10. Pool name or Wildcat Jalmat;Tansill-Yates-Seven Rivers
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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/>		
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 L : 2310' feet from the South line and 990' feet from the West line Section 32 Township 21S Range 36E NMPM County Lea ✓		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3616' GR		

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: ☐ OTHER: Squeeze perforations/add additional perforations. ☒

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 following work that was performed on this well from 6/25/09 through 7/22/09.

MIRU PU & SE. NDWH & NUBOP. TOOHH w/tubing & BHA. PU 5 1/2" cmt retainer & TIH to 3800' & set. MIRU Cmt service & squeeze Seven Rivers perfs from 3872'-3912' w/150 sxs of class "C" cmt. RD cmt ser. PU to 3582'. WOC & tag @ 3800'. TOOHH w/tbg. PU retainer & TIH to 3236' & set. Squeeze off Yates perfs from 3280'-3437' w/150 sxs classs "C". TOOHH w 5 1/2" pkr & TIH w/retainer. Fish for bit & junk in hole. Isolate casing leak & repair. TIH & perf Seven Rivers from 3517'-3769' (OA) w/1 spf 2'-56 holes. TOH & RD WLS. PU 4 1/2" pkr & TIH hydrotesting 2 3/8" tbg to 3704'. PU to 3483' & set. Acidize w/6000 gals 15% NEFE dropping 84 ball sealers. Swab back acid & test well. Load & test to 500 psi. No leak off. RDMO PU 7/22/09. Turn well over to production.

Spud Date:

Rig Release Date:

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

SIGNATURE Bryan Arrant TITLE Senior Regulatory Compl. Sp. DATE 07/23/2009

Type or print name Bryan Arrant E-mail address: bryan.arrant@chk.com PHONE: (404)935-3782

**For State Use Only**

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE JUL 31 2009  
Conditions of Approval (if any):