Ollice	of New Mexico	Form C-103
<u>District 1</u> Energy, Miner	als and Natural Resources	October 13, 2009 WELL API NO.
1625 N. French Dr., Hobbs, NM 88240 District II	TO A A TO LONG TO TO TO TO TO	30-025-28124
1301 W Grand Ave., Artesia, NM RECENTERON SERVATION DIVISION District III 1220 South St. Francis Dr.		5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410		STATE FEE X
1220 S St. Francis Dr., Santa Fe, NM	ı Fe, NM 87505	6. State Oil & Gas Lease No.
87505 *** *** *** *** *** *** *** *** ***		7. Lease Name or Unit Agreement Name
(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		Monstro
PROPOSALS.) 1. Type of Well: Oil Well ☐ Gas Well ☐ Other		8. Well Number 1
2. Name of Operator Chesapeake Operating, Inc.		9. OGRID Number 147179 /
3. Address of Operator P.O. Box 18496		10. Pool name or Wildcat
Oklahoma City, OK 73154-0496		Skaggs; Grayburg
4. Well Location		
Unit Letter M: 330' feet from the South line and 330' feet from the West line		
Section 6 Township 20 S Range 38 E NMPM County Lea 11. Elevation (Show whether DR, RKB, RT, GR, etc.)		
3579' GR		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data		
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING		
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLIN		
PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB		
DOWNHOLE COMMINGLE		
OTHER:	OTHER: Plugback	to Grayburg
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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.		
Please find the work performed on this well from 8/3/10 through 10/4/10.		
8/3/10: MIRU well service unit & surface equipment. Unhang well & unseat pump. TOOH laying down production rods.		
8/3/10: MIRO well service unit & surface equipment. Onnang well & unseat pump. 100H laying down production rods. 8/4/10: Continue TOOH laying down production tubing.		
8/5/10 through 8/10/10: PU bit, scrapper, & tbg. Tbg parted. Fish for tbg. Latch onto fish @ 1324'. TOOH w/tbg & laydown BHA.		
8/11/10: MIRU WL unit. PU CIBP & set @ 5850'. Dump bail 35' cmt on plug. Load & test to 3000 psi. No leak off. Run MIT @ 300 psi of 30 mins. No leak off. TIH w/CBL, CCL, GR & pull bond log from 4300' to TOC of @ 3000' w/2000 psi. PUperf guns & perf		
Grayburg formation from 4046'-4126' w/ 3spf (57') 60 holes.		
(Cont. page 2)		
Spud Date: R	tig Release Date:	
Spud Date.	ing Release Date.	
I hereby certify that the information above is true and complete to the best of my knowledge and belief.		
SIGNATURE / TITLE Senior Regulatory Compl. Sp. DATE 10/15/2010		
	E-mail address: <u>bryan.arrant@ch</u>	k.com PHONE: (405)935-3782
APPROVED BY: OCT 2 0 2010		
APPROVED BY: TITLE TITLE DATE DATE OCT 2 0 2010		
Conditions of Approval (ff any): ZA - Weir Blinebry E,		
ZA. Monument Tubb		
Conditions of Approval (Frany): ZA - Weir Blinebry E ZA- Monument Tubb ZA- Nadine Prinkard W		
CIT- I WOME FIN		

Monstro # 1 API # 30-025-28124 (Plug-back to Grayburg cont.)

8/12/10: MIRU acid service & acidize Grayburg perfs from 4046'-4126' w/5000 gals 15% NeFe HCL dropping 100 ball sealers. Spot 500 gals @ 4130'. PU to 3959' & reverse spot acid. Set pkr & establish injection rate @ 1.5 BPM @ 1974 psi. Swab & test well.

8/13/10 thru 8/16/10: Make hourly swab runs. Check fluid levels & oil cut.

8/17/10: RU Rev unit. Unit load tbg w/22 bbls water. Release pkr. RIH w/tbg to 4605' to wipe ball sealers.

TOH laying down work-string. NDBOP & NUWH. CWI. Clean location. RDMO. Waiting on frac date.

9/13/10 thru 9/15/10: MIRU & fill frac tanks.

9/23/10: MIRU Frac Service. Frac'd Grayburg perfs 4086'-4126' as per frac design.

9/29/10 thru 10/04/10: PU bit, DC's, work-string & TIH . Tag @ 5749'. Break circ & wash frac sand to PBTD to @5835'. Circ well clean w 2% KCL. POH w/assembly. NDBOP & NU WH. TIH w/pump & rods. Load & test to 500 psi. no leak off. RDMO turn well over to production.