Form 3160-5

UNITED STATE MM

FORM APPROVED

(August 2007) DE	PARTMENT OF THE IN	NTERIOR WILLIAMS. L	OMB 1 OMB 1 Expires	NO. 1004-0135 s: July 31, 2010	
SUNDRY	NOTICES AND REPOR	TERIOR W. Grand RTS ON WELLS			
Do not use this abandoned we	is form for proposals to ii. Use form 3160-3 (APL	RTS ON WELLS drill of to Resember an M D) for such proposals.	88210 6. If Indian, Allottee	or Tribe Name	
SUBMIT IN TRI	PLICATE - Other instruc	tions on reverse side.	7. If Unit or CA/Agr NMNM124482	eement, Name and/or No	
1. Type of Well ☐ Gas Well ☐ Oth	ner	. ,	8. Well Name and N WRINKLE 13 FI	EDERAL COM 1H	
Name of Operator CHESAPEAKE OPERATING	Contact: INC E-Mail: linda.good@	LINDA GOOD @chk.com	9. API Well No. 30-005-27994		
3a. Address OKLAHOMA CITY, OK 73154	1-0496	3b. Phone No. (include area code Ph: 405-935-4275		ED-WOLFCAMP	
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description) .	11. County or Parish		
Sec 13 T15S R31E NESE 198 33.01434 N Lat, 103.76752 W		-	CHAVES COL	JNTY, NM	
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION		ТҮРЕ О	F ACTION		
Notice of Intent	☐ Acidize	Deepen	□ Production (Start/Resume)	□ Water Shut-Off	
Subsequent Report	☐ Alter Casing	Fracture Treat	☐ Reclamation	☐ Well Integrity	
	Casing Repair	□ New Construction	······· ,	Recomplete Other	
☐ Final Abandonment Notice	Change Plans	Plug and Abandon		☐ Temporarily Abandon	
	Convert to Injection	□ Plug Back	☐ Water Disposal		
Attach the Bond under which the wo	ally or recomplete horizontally, rk will be performed or provide operations. If the operation res	give subsurface locations and meas the Bond No. on file with BLM/BI sults in a multiple completion or rec	ng date of any proposed work and appured and true vertical depths of all per A. Required subsequent reports shall completion in a new interval, a Form 3 iding reclamation, have been complete.	tinent markers and zones. be filed within 30 days 160-4 shall be filed once	
testing has been completed. Final Al determined that the site is ready for f				•	
testing has been completed. Final Al determined that the site is ready for f	inal inspection.) ORDER HAS BEEN CORF		NSPECTION ALL IDLE EQUIP	MENT ON THE	

JAN 26 2011 NMOCD ARTESIA

SPECIALIST

14. I hereby certify that the foregoing is true and correct. Electronic Submission #96093 verified by the BLM We
For CHESAPEAKE OPERATING INC, sent to the Roswell
Committed to AFMSS for processing by DAVID GLASS on 11/01/2010 (11DG0014SE)

Name (Printed/Typed) LINDA GOOD		Title SR. REGULATORY COMP	LIANCE SPEC			
Signature	(Electronic Submission)	Date 10/29/2010	FEB 0 9 2011			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved By	. 	Title	Date			
certify that the applica	al, if any, are attached. Approval of this notice does ant holds legal or equitable title to those rights in the ne applicant to conduct operations thereon.					

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.





United States Department of the Interior

TAKE PRIDE

BUREAU OF LAND MANAGEMENT

Pecos District
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201-2019
www.blm.gov/nm/st/en.html

OCT 0 8 2010

In Reply Refer To: Case/Lease Number: NMNM 105887 3160(NMP0130) Order No. 04-103-10W

CERTIFIED MAIL--RETURN RECEIPT REQUESTED 7008 1830 0002 6036 2932

Attn. Linda Good Chesapeake Operating, Inc. P.O. Box 18496 Oklahoma City, OK. 73154-0496

NOTICE OF ORDERS OF THE BLM AUTHORIZED OFFICER

Gentlemen:

On September 16, 2010 an inspection was performed by Randy Legler, Natural Resource Specialist on Federal Lease NMNM 105887, Wrinkle 13 Federal Com #1H, API No.: 30-005-27994, 1980 FSL & 330 FEL, NE¹/₄SE¹/₄ Section 13, T. 15 S. R. 31 E. Chaves County, New Mexico. It was found that operations are not being conducted in a manner designed to protect the mineral resources, other natural resources, and environmental quality (43 CFR 3162.5).

Pursuant to Federal Regulation 43 CFR 3162.5-1(a), "The operator shall conduct operations in a manner which protects the mineral resources, other natural resources, and environmental quality ..." the following environmental compliance problems were identified during the latest inspection of the subject location. Specifically:

• Environmental Problem No. 1: Idle equipment.

Corrective Action: Remove all idle equipment from the location including the discarded Christmas tree, steel pipe and stairway.

Report your compliance with this Written Order on a Subsequent Sundry Notice using Form 3160-5 (Sundry Notice and Reports on Wells) stating the above problems have been corrected and are ready for inspection, an original and 5 copies is required.

Completed 10/28/2010 Linda Good In accordance with 43 CFR 3163.1(a), please comply with the corrective action(s) for the identified environmental problems no later than November 8, 2010. If you fail to comply within the time frames specified, you will be subject to further enforcement action as necessary.

WARNING

Orders of the Authorized Officer or Incidents of Non Compliance and reporting time frames begin upon receipt of the Notice or 7 business days after the date it is mailed, whichever is earlier. Each problem or violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above.

For Incidents of Non Compliance, please note that you already may have been assessed for noncompliance (see amount under "Assessed for Noncompliance"). If you do not comply as noted above under "Corrective Action to Be Completed By," you may incur additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Note: Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits false, inaccurate, or misleading reports, notices, affidavits, records, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

REVIEW AND APPEAL RIGHTS

A person contesting an order of the authorized office or violation must request a State Director Review of the Order or Incident of Noncompliance. This request must be filed within 20 working days of receipt of the Order or Incident of Noncompliance with the appropriate State Director at PO Box 27115, Santa Fe, NM 87502-0115 (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Lands Appeals, 801 North Quincy Street, MS 300-QC, Arlington, Virginia 22203 (see 43CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

If you have any questions concerning our Written Orders for the Wrinkle 13 Federal Com #1H location, please contact Randy Legler, Natural Resource Specialist at the Roswell Field Office at 575-627-0215.

Sincerely,

Angel Mayes

Assistant Field Manager,

Lands and Minerals

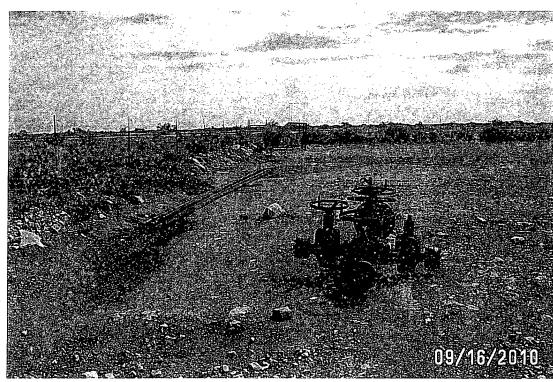
1 Enclosure Photos (1p)

cc:

COG Operating LLC 550 W. Texas Ave Ste 100 Midland, TX 79701-4287 Chesapeake Operating, Inc.
Chesapeake (575) 391-1462 (800) 566-9306
Operator # 147179

WRINKLE 13 FEDERAL COM No. 1H
SECTION 13-15S-31E
API No. 30-005-27994
640 ACRES
CHAVES COUNTY, NM
SMOKING OF OPEN FLAMES

D9/16/2010



Idle stairway, pipe and christmas tree