

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
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

Form C-103
Revised March 25, 1999

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-21222
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: Shipp "A"
8. Well No. 2
9. Pool name or Wildcat Midway Abo

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 ☒ Gas Well ☐ Other

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 C : 660 feet from the North line and 2310 feet from the West line

Section 17 Township 17S Range 37E NMPM Lea County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
GR: 3775'

11. 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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

12. 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.

1) Notify Hobbs Ofc 24 hrs prior to commencing P&A operations

2) MIRU. ND wellhead. NU BOP. RIH w/impression block to top of tubing @ +120'. Run fishing tools as required & attempt to pull tubing/strip out rods.

3) RIH w/open-ended 2-3/8" tbg to PBTD +8977'. Circ 5-1/2" csg w/salt gel mud w/9.5% brine & 25# gel per bbl. Spot 60 sks Cl. C @ PBTD. WOC & tag plug. Min. plug depth 8728' (100' above top perf).

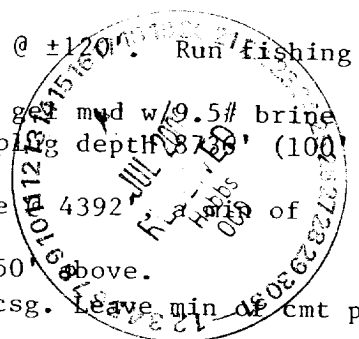
4) Spot a 23 sk plug @5700'. Spot a plug @ base of 8-5/8" intermediate 50' below & 100' above to isolate 5.5" liner top @4335'. Tag Plug.

5) Spot a 25 sk plug at Rustler Anhydrite top 2111', min 50' below & 50' above.

6) Perf 8-5/8" csg @300'. Sqz w/50 sx to isolate base of 12-3/4" surf csg. Leave min 30 min cmt plug of 50' below & 50' above perf @300' inside 8-5/8" csg. Tag Plug.

7) Spot 60' plug from 63'-3'. Well bore should remain full at least 30 min. after surf plug set

8) RDMO. Cut off all csg 3' below ground level. Weld on ID plate & make requisite surface restoration.



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

SIGNATURE

Andrew J. McCalmont

TITLE Asset Manager

DATE 07/11/02

Type or print name Andrew J. McCalmont

Telephone No. (405)848-8000

APPROVED BY

TITLE

ORIGINAL SIGNED BY
PAUL F. KAUTZ
PETROLEUM ENGINEER

DATE

Conditions of approval, if any:

TO BE NOTIFIED 24 HOURS PRIOR TO THE BEGINNING OF PLUGGING OPERATIONS FOR THE C-103 TO BE APPROVED.