

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMLC029418A

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well
 Oil Well Gas Well Other

7. If Unit of CA/Agreement, Name and/or No.
NMNM71030C

8. Well Name and No.
Skelly Unit 783

2. Name of Operator
CHEVRON USA INCORPORATED COG Operating LLC (Agent)

9. API Well No.
30-015-37885

3a. Address (Agent)
550 W. Texas Ave., Suite 100 Midland, TX 79701

3b. Phone No. (include area code)
432-686-3087

10. Field and Pool or Exploratory Area
FREN; GLORIETA-YESO

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 23 T17S R31E 1138FNL 1613FEL, Unit B

11. Country or Parish, State
EDDY COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Well Spud _____
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	_____

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

12/9/10 Spud 17-1/2" @ 7PM.
12/10/10 TD 17-1/2" @ 598'. Ran 15jts 13-3/8 H40 48# @ 598'. Cmt w/500sx C. PD @ 5PM. Circ 117sx. WOC 18 hrs. Test BOP to 1200# for 30 min., ok.
12/12/10 TD 11" @ 1910'. Ran 43ts 8-5/8 J55 32# @ 1910'. Cmt w/ 550sx C. lead, 400sx C. tail. PD @ 3:20PM. Circ 377sx. WOC 19 hrs. Test BOP to 2000# for 30 min, ok.
12/17/10 TD 7-7/8" @ 6937'. Ran 164jts 5-1/2 J55,L80 17# @ 6930'. Cmt w/ 700sx C lead, 400sx C tail. Circ 287sx. WOC 24hrs.
12/18/10 RR. Will test csg to 3500# for 30 min on completion rig.

RECEIVED
DEC 29 2010
NMOCD ARTESIA

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Chasity Jackson

Title PREPARER

Signature

Date 12/20/2010

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date DEC 26 2010

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

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.

CARL BRADFIELD OFFICE

DJD CPH