

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources

Form C-140
Permit 28623
Revised June 10, 2003

Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505
(505) 476-3440

APPLICATION FOR
WELL WORKOVER PROJECT

I. Operator and Well:

Operator name & address CHEVRON U S A INC 11111 S WILCREST HOUSTON TX 77099					OGRID Number 4323			
Contact Party Denise Pinkerton					Phone 432-687-7375			
Property Name C L HARDY			Well Number 003		API Number 30-025-06686			
UL - Lot K	Section 20	Township 21S	Range 37E	Feet From The 1980	North/South Line S	Feet From The 1980	East/West Line W	County Lea

II. Workover:

Date Workover Commenced: 8/17/2005	Previous Producing Pool(s) (Prior to Workover): PENROSE SKELLY,GRAYBURG , DRINKARD , BLINEBRY OIL AND GAS (OIL)
Date Workover Completed: 8/29/2005	

III. Attach a description of the Workover Procedures performed to increase production.

IV. Attach a production decline curve or table showing at least twelve months of production prior to the workover and at least three months of production following the workover reflecting a positive production increase.

III. Attach a description of the Workover Procedures performed to increase production.

V. Signature:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.							
Signature	Electronically Signed	Title	Regulatory Specialist	Date	4/27/2006		
Type or print name		Denise Pinkerton		E-mail address	leakejd@chevron.com	Telephone No.	432-687-7375

FOR OIL CONSERVATION DIVISION USE ONLY:

VI. CERTIFICATION OF APPROVAL:

This Application is hereby approved and the above-referenced well is designated a Well Workover Project and the Division hereby verifies the data shows a positive production increase. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project was completed on: 8/29/2005

Signature District Supervisor: Paul Kautz District 1 Date 5/1/2006

VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT: 5/1/2006

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.	30-025-06686
5. Indicate Type of Lease	STATE ☐ FEE ☒
6. State Oil / Gas Lease No.	
7. Lease Name or Unit Agreement Name	C.L. HARDY
8. Well No.	3
9. Pool Name or Wildcat	PENROSE SKELLY GRAYBURG
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3305' GL

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMI (FORM C-101) FOR SUCH PROPOSALS.

1. Type of Well:	OIL WELL ☒	GAS WELL ☐	OTHER ☐
2. Name of Operator	CHEVRON USA INC		
3. Address of Operator	15 SMITH RD, MIDLAND, TX 79705		
4. Well Location	Unit Letter <u>K</u> : <u>1980'</u> Feet From The <u>SOUTH</u> Line and <u>1980'</u> Feet From The <u>WEST</u> Line Section <u>20</u> Township <u>21-S</u> Range <u>37-E</u> NMPM <u>LEA</u> COUNTY		
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3305' GL		

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 ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPERATION ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☒ ADD PERFS & STIMULATE

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.

8-17-05: MIRU. TIH W/DRILL BIT ON BIT SUB.
8-18-05: TAG @ 3908. C/O WELLBORE. DRILL TO CMT RET @ 3939. START DRILLING RET. DRILL ON CIBP 2'.
8-19-05: TAG CIBP. START DRILLING ON CIBP. 3 INCHES.
8-22-05: TIH W/CONE BUSTER MILL. TAG CIBP. DRILL ON CIBP & CMT. FELL OUT OF CMT @ 3978'.
8-23-05: TAG @ 5079. 36' FILL. PERF 3687-91, 3700-06, 3712-18, 3722-28, 3732-40, 3744-52, 3767-73, 3780-88, 3812-20, 3878-82, 3906-12, 3918-22, 3932-36, 3949-53, 3963-67. TIH W/PKRS ON WS. SPACE OUT PKRS.
8-24-05: ACIDIZE PERFS 3687-3967' W/5600 GALS ACID. RU SWAB. REL PKR.
8-25-05: SWABBING. WELL STARTED FLOWING.
8-26-05: FLOW WELL TO TANKS.
8-29-05: TIH W/116 JTS 2 7/8", TAC, 11 JTS 2 7/8", 1 JT 2 7/8" IPC, SN, TBG SUB, DESANDER, MJ. SET TAC. TIH W/PMP & RODS. RIG DOWN.
FINAL REPORT

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

SIGNATURE Denise Pinkerton TITLE Regulatory Specialist DATE 8/31/2005
TYPE OR PRINT NAME Denise Pinkerton Telephone No. 432-687-7375

(This space for State Use)

APPROVED

CONDITIONS OF APPROVAL, IF ANY:

TITLE

ORIGINAL SIGNED BY
PAUL F. KAUTZ
PETROLEUM ENGINEER

DATE

SEP 20 2005
DeSoto/Nichols 12-93 ver 1.0