

Submit 3 copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

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. 30-025-37189
5. Indicate Type of Lease STATE [] FEE [x]
6. State Oil / Gas Lease No.
7. Lease Name or Unit Agreement Name MARK OWEN
8. Well No. 9
9. Pool Name or Wildcat PENROSE SKELLY GRAYBURG
11. Elevation (Show whether DF, RKB, RT, GR, etc.) 3402'

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 PERMIT (FORM C-101) FOR SUCH PROPOSALS.

1. Type of Well: OIL WELL [x] 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 J : 1590' Feet From The SOUTH Line and 1340' Feet From The EAST Line Section 34 Township 21-S Range 37-E NMPM LEA COUNTY
11. Elevation (Show whether DF, RKB, RT, GR, etc.) 3402'

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: NEW WELL [x]

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.

10-02-05: SPUD WELL @ 2230 HRS. NOTIFY SYLVIA AT NMOC... 10-03-05: DRILL FROM 140-451. RUN 8 5/8" SURFACE CSG... 10-04-05: DRILL 451-982, 1485, 1988, 2240, 2491, 3027, 3440, 3469, 4003, 4320... 10-06-05: START MUD UP W/STARCH @ 4050... 10-07-05: RUN PLATFORM EXPRESS HRLA/NGT/BHC FR 4318-3300 & CNL/GR/CAL FR 4318-SURF. WL TD @ 4318... 10-08-05: FISH TOP BOMB. PMP KILL FLUID. TOH W/TBG, AFTER CATCHING RBP... 10-09-05: FLOW WELL. RUN PRIZM LOG.FLOW 57 BBLS WHILE LOGGING... 11-14-05: ON 24 HR OPT. PUMPING 87 OIL, 315 GAS, & 376 WATER. GOR-3617.

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

SIGNATURE [Signature] TITLE Regulatory Specialist DATE 12/19/2005
TYPE OR PRINT NAME Denise Pinkerton Telephone No. 432-687-7375

(This space for State Use)

APPROVED [Signature] TITLE PETROLEUM ENGINEER DATE JAN 20 2006