

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. 30-025-02272
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil / Gas Lease No. 857948

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 [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 : 1980 Feet From The SOUTH Line and 1980 Feet From The EAST Line Section 2 Township 18S Range 34E NMPM LEA COUNTY



7. Lease Name or Unit Agreement Name VACUUM GRAYBURG SAN ANDRES UNIT

8. Well No. 23

9. Pool Name or Wildcat VACUUM GRAYBURG SAN ANDRES

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

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: RETR WHIPSTOCK, DRILL OUT CIBP [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.

6-16-05: MIRU RU. TIH W/80 JTS 2 7/8" TBG.
6-17-05: PU BMPR SUB, JARS, DC'S. TAG UP @ 4167'. JAR LOOSE. TIH W/BIT TO 2686'.
6-20-05: TAG @ 4174, CIBP. DRILLED ON CIBP. BROKE THRU. PUSH DN TO 4224. PUSH CIBP TO 4490. DRILLING. PUSH DN TO 4710. (PBSD @ 4710).
6-21-05: TIH W/BIT, BAILER, 151 JUTS 2 7/8" WS. ATTEMPT TO TAG CIBP @ 4710. BTM HLE ASSEMBLY GOING OUT IN HORIZONTAL. ENTERED HORIZONTAL @ WINDOW. TIH W/40 STANDS PROD TBG.
6-22-05: CIRC W/10# BRINE, 110 BBLS. TIH W/PSI, SUB MOTOR, SEAL, GAS SEP, PUMP 2 7/8" TBG SUB, DRAIN. END OF SUB @ 4481. RAISED BTM OF SUB TO 4481. INSTALL QUICK CONNECT WH. TIE WELL INTO VSD & START SUB PUMP. WELL PUMPED UP IN 10 MINUTES. TURN OVER TO PRODUCTION.
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 6/23/2005

TYPE OR PRINT NAME Denise Pinkerton Telephone No. 432-687-7375

(This space for State Use)

APPROVED [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUN 29 2005

JUN 29 2005