Form 3160-5 (August 2007)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5 Lease Serial No NM 98120

SORBITO OF BIRTH IMMETOBRIBITY				NM 98120		
SUNDRY NOTICES AND REPORTS ON WELLS				6 If Indian, Allottee or Tribe Name		
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.						
				7 If Unit of CA/Agreement, Name and/or No		
SUBMIT IN TRIPLICATE – Other instructions on page 2 1 Type of Well				NM7/03DC.		
✓ Oil Well Gas Well Other				8 Well Name and No SKELLY UNIT #682		
				9 API Well No		
2 Name of Operator CHEVRON U.S.A. INC				30-015-37477		
3a Address 15 SMITH ROAD MIDLAND, TEXAS 79705	3b Phone No <i>(include a)</i> 432-687-7375	•	Field and Pool or Exploratory Area REN			
4 Location of Well (Footage, Sec. T.R.M., or Survey Description) 2310 FNL & 2290 FWL, SEC 14, UL F, T-17S, R-31E				11 Country or Parish, State EDDY COUNTY. NEW MEXICO		
12 CHEC	K THE APPROPRIATE BO	X(ES) TO INDICATE NA	ATURE OF NOTICE, R	EPORT OR OTHER	R DATA	
TYPE OF SUBMISSION			TYPE OF ACTION			
Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Off	
Tronco or ment	Alter Casing	Fracture Treat	Reclamation	n	Well Integrity	
Subsequent Report	Casing Repair	New Construction	on Recomplet	e	Other CHANGE OF	
	Change Plans	Plug and Abando		y Abandon	OPERATOR	
Final Abandonment Notice 13 Describe Proposed or Completed O	Convert to Injection	Plug Back	Water Disp			
Attach the Bond under which the work following completion of the involvement of the site is ready for the vision of the involvement of the involve	ved operations If the operation Abandonment Notices must be a final inspection) ALL RESPONSIBILITY FO	on results in a multiple coi pe filed only after all requi	mpletion or recompletion frements, including recla	in a new interval, a mation, have been c	a Form 3160-4 must be filed once	
CHANGE OF OPERATOR WAS FILED WITH THE NMOCD AND APPROVED UNDER PERMIT #12				AF	PROVED	
SEE ATTACHED FOR CONDITIONS OF APPROVAL				/s/_ BUREAU	SEP 2 9 2011 JD Whitlock Jr OF LAND MANAGEMENT LSBAD FIELD OFFICE	
14 I hereby certify that the foregoing is t DENISE PINKERTON	rue and correct Name (Printe	d/Typed)			ada 10/4/11	
		Title RI	EGULATORY SPECIA	LIST)600 \	
Signature Denusie	Dur Het for	Date 09	9/14/2011	Jin's	CE1 2011	
	THIS SPACE	FOR FEDERAL O	R STATE OFFICE	EUSE \	OCTUSTESIA	
Approved by		Т		_	MOCD ARTESIA	
Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations	title to those rights in the subje-		fice	13		
Fitle 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repr			vingly and willfully to mal	ke to any department	or agency of the United States any false.	

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval

Chevron U.S.A. Inc.

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 8. Subject to like approval by NMOCD.