

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Avenue, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-025-06793
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: Sarkeys S.I.
8. Well No. 3
9. Pool name or Wildcat Penrose, Skelly, Grayburg
10. Elevation (Show whether DR, RKB, RT, GR, etc.)

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (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

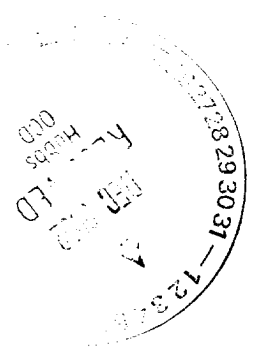
4. Well Location
 Unit Letter C : 660 feet from the north line and 1980 feet from the west line
 Section 26 Township 21-S Range 37-E NMPM County Lea

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER: <input type="checkbox"/>
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

1. Ran in hole Tag 5 1/2 CIBP @ 3768
2. Pump 45sx fr/3768-3400, WOC 4 hrs Tag @ 3358(Grayburg,Queen)
3. Circ hole w/MLF 9.5# Brine w/25 # Gel P/BBL.
4. Perf @ 2850, sqz 100sx fr/2850-2400, WOC Tag @ 2318(8 5/8 shoe,Yates,B-salt)
5. Perf @ 1400, sqz 75sx fr/1400-1200, WOC Tag @ 1138(T-salt)
6. Perf @ 350, circ 5 1/2 X 8 5/8 X 13 3/8 csg, w/300 Tag @ surf
7. Install dry hole marker. 11-19-02



Approved as to Plugging of the Well Bore.
 Liability under bond is retained until
 Surface restoration is completed.

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

SIGNATURE [Signature] TITLE MANAGER/SUNSET DATE 11-19-02

Type or print name Jimmy BAGLEY Telephone No 915 520-8756
 ORIGINAL SIGNED BY
 CHRIS WILLIAMS

APPROVED BY [Signature] TITLE FIELD SUPERVISOR/GENERAL MANAGER DATE DEC 13 2002
 Conditions of approval, if any: 3-5-03