

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

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

WELL API NO. 30-015-37805
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name SKEEN 34 STATE COM
8. Well Number 1H
9. OGRID Number 4323
10. Pool name or Wildcat HAY HOLLOW; BONE SPRING

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 ☐	NM OIL CONSERVATION
2. Name of Operator CHEVRON USA INC	ARTESIA DISTRICT
3. Address of Operator 1616 W. BENDER BLVD HOBBS, NM 88240	FEB 22 2016
4. Well Location Unit Letter <u>G</u> LOT 3: <u>315'</u> feet from the <u>SOUTH</u> line and <u>1670'</u> feet from the <u>EAST</u> line Section <u>34</u> Township <u>26S</u> Range <u>28E</u> NMPM County <u>EDDY</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3101' GL	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☒	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
DOWNHOLE COMMINGLE ☐			
CLOSED-LOOP SYSTEM ☐			
OTHER: INTENT TO RECLASSIFY TO A GAS WELL ☒		OTHER: ☒	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

CHEVRON USA INC IS REQUESTING TO RECLASSIFY THE ABOVE WELL FROM AN OIL WELL TO A GAS WELL. ATTACHED IS A SUMMARY OF MONTHLY MEASURED PRODUCTION AND GOR HISTORY FOR THE WELL.

Reclassified eff 11-1-12.

Spud Date:

Rig Release Date:

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

SIGNATURE Cindy Herrera Murillo TITLE PERMITTING SPECIALIST DATE 01/15/2016

Type or print name CINDY HERRERA-MURILLO E-mail address: Cherreramurillo@chevron.com PHONE: 575-263-0431

For State Use Only

APPROVED BY: [Signature] TITLE Dist Approver DATE 2/22/16
Conditions of Approval (if any):

Amend C104 currently on file to include
24-hour OPT, or submit sundry with
24-hour OPT information.

The table below summarizes the monthly measured production GOR history for the well. We have averaged for the life of the well 133,210 GOR and in 2015 a GOR of 179,841. We do not have PVT data on this well, but based on the GOR increasing over time this well would most likely be classified as a retrograde gas reservoir if a PVT analysis was done. Should you have any questions, please feel free to give me a call.

Well Name	Month Produced	Cum Gas Monthly	Cum Oil Monthly	GOR SCF/STBO
SKN 34 ST C 1H	Dec-11	109410	3239	33779
SKN 34 ST C 1H	Jan-12	101690	2534	40130
SKN 34 ST C 1H	Feb-12	85297	1396	61101
SKN 34 ST C 1H	Mar-12	82308	1332	61793
SKN 34 ST C 1H	Apr-12	61402	879	69854
SKN 34 ST C 1H	May-12	56562	725	78017
SKN 34 ST C 1H	Jun-12	52126	662	78740
SKN 34 ST C 1H	Jul-12	35688	472	75610
SKN 34 ST C 1H	Aug-12	56396	574	98251
SKN 34 ST C 1H	Sep-12	64531	464	139075
SKN 34 ST C 1H	Oct-12	62862	657	95680
SKN 34 ST C 1H	Nov-12	56169	556	101023
SKN 34 ST C 1H	Dec-12	56391	487	115793
SKN 34 ST C 1H	Jan-13	50147	455	110213
SKN 34 ST C 1H	Feb-13	48712	345	141194
SKN 34 ST C 1H	Mar-13	40520	214	189346
SKN 34 ST C 1H	Apr-13	49254	340	144865
SKN 34 ST C 1H	May-13	47322	411	115139
SKN 34 ST C 1H	Jun-13	0	0	0

SKN 34 ST C 1H	Jul-13	41873	289	144889
SKN 34 ST C 1H	Aug-13	33977	186	182672
SKN 34 ST C 1H	Sep-13	39702	253	156925
SKN 34 ST C 1H	Oct-13	39892	250	159568
SKN 34 ST C 1H	Nov-13	38537	294	131078
SKN 34 ST C 1H	Dec-13	27622	167	165401
SKN 34 ST C 1H	Jan-14	34530	256	134883
SKN 34 ST C 1H	Feb-14	31601	271	116609
SKN 34 ST C 1H	Mar-14	33874	268	126396
SKN 34 ST C 1H	Apr-14	32264	279	115642
SKN 34 ST C 1H	May-14	33090	262	126298
SKN 34 ST C 1H	Jun-14	30475	225	135444
SKN 34 ST C 1H	Jul-14	29718	170	174812
SKN 34 ST C 1H	Aug-14	29766	194	153433
SKN 34 ST C 1H	Sep-14	26325	169	155769
SKN 34 ST C 1H	Oct-14	29455	183	160956
SKN 34 ST C 1H	Nov-14	28041	185	151573
SKN 34 ST C 1H	Dec-14	26955	156	172788
SKN 34 ST C 1H	Jan-15	24412	107	228150
SKN 34 ST C 1H	Feb-15	20620	119	173277
SKN 34 ST C 1H	Mar-15	20495	121	169380
SKN 34 ST C 1H	Apr-15	4104	15.6	263077
SKN 34 ST C 1H	May-15	16625	78	213141

SKN 34 ST C 1H	Jun-15	8768	38.8	225979
SKN 34 ST C 1H	Jul-15	1808	15.8	114430
SKN 34 ST C 1H	Aug-15	32186	157	205006
SKN 34 ST C 1H	Sep-15	28332	172	164721
SKN 34 ST C 1H	Oct-15	28609	191	149785
SKN 34 ST C 1H	Nov-15	28239	390	72408
	Total	1918682	21204	133210

Thanks!

Blake M. O'Donnel

Land Representative | Delaware Basin Base Ops

Mid-Continent Business Unit

Chevron North America Exploration and Production Co.

(a division of Chevron U.S.A. Inc.)

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