Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5 Lease Serial No

NMLC-029420A

Do not use this	NOTICES AND REPO form for proposals : Use Form 3160-3 (A	6 If Indian, Allottee o	r Tribe Name			
SUBMIT IN TRIPLICATE – Other instructions on page 2.				7 If Unit of CA/Agreement, Name and/or No		
1 Type of Well				MM7/030C		
Oil Well Gas V	Vell Other	8 Well Name and No SKELLY UNIT #635				
2 Name of Operator CHEVRON U.S.A. INC.				9 API Well No 30-015-37657		
3a Address 15 SMITH ROAD MIDLAND, TEXAS 79705		3b Phone No (include area code) 432-687-7375		10 Field and Pool or Exploratory Area		
				FREN		
4 Location of Well (Footage, Sec., T.R.M., or Survey Description) 1475 FSL, & 2200 FWL, SEC 15, UL K, T-17S, R-31E				11 Country or Parish, State EDDY COUNTY, NEW MEXICO		
12 CHE	CK THE APPROPRIATE BO	OX(ES) TO INDICATE NATUR	RE OF NOTIO	CE, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				, , , , , , , , , , , , , , , , , , , ,	
Notice of Intent	Acidize	Decpen P		luction (Start/Resume)	- Water Shut-Off	
Y Nonce of Intell	Alter Casing	Fracture Treat	Recl	lamation	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Reco	omplete	Other CHANGE OF	
	Change Plans	Plug and Abandon	Tem	porarily Abandon	OPERATOR	
Final Abandonment Notice	Convert to Injection	Plug Back	Wate	er Disposal		
13. Describe Proposed or Completed C the proposal is to deepen direction Attach the Bond under which the	nally or recomplete horizonta	lly, give subsurface locations and	d measured a	nd true vertical depths		

following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has

CHEVRON U.S.A. INC ACCEPTS ALL RESPONSIBILITY FOR THE OPERATION OF THE SUBJECT WELL EFFECTIVE 9-24-2010.

PREVIOUS OPERATOR WAS COG OPERATING LLC.

(Instructions on page 2)

determined that the site is ready for final inspection)

CHANGE OF OPERATOR WAS FILED WITH THE NMOCD AND APPROVED UNDER PERMIT #120618

SEE ATTACHED FOR CONDITIONS OF APPROVAL

APPROVED

CONDITIONS OF APPRO	/s/ JD Whitlock Jr BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE					
14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) DENISE PINKERTON	TO A DECUMATORY OFFICIALIS					
	Title REGULATORY SPECIALIS	51				
Signature (Pinise) (Pinisherton)	Date 09/14/2011					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by	Title	Date DECEIVED				
Conditions of approval, if any, are attached. Approval of this notice does not warrant or ce hat the applicant holds legal or equitable title to those rights in the subject lease which wo intitle the applicant to conduct operations thereon.	-	OCT 03 2011				
Fitle $18~U~S~C$ Section 1001 and Title $43~U~S~C$ Section $1212~$ make it a crime for any perfectitious or fraudulent statements or representations as to any matter within its jurisdiction	rson knowingly and willfully to make t					

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.