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 NM 98120

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.				NM 98120		
				6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on page 2.				7 If Unit of CA/Agreement, Name and/or No		
1 Type of Well				NM71030C		
Oil Well Gas Well Other				8 Well Name and No SKELLY UNIT #679		
2 Name of Operator CHEVRON U.S.A. INC.				9. API Well No 30-015-37820		
3a Address 15 SMITH ROAD MIDLAND, TEXAS 79705	3b Phone No <i>(include area co</i> ) 432-687-7375	´	10 Field and Pool or Exploratory Area FREN			
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 2310 FNL, & 1685 FEL, SEC 14, UL G, T-17S, R-31E				11 Country or Parish, State EDDY COUNTY, NEW MEXICO		
12 CHE	CK THE APPROPRIATE BO	X(ES) TO INDICATE NATUR	RE OF NOTICE, F	REPORT OR OTHER	DATA	
TYPE OF SUBMISSION TYPE OF AC				TION		
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production Reclamat	on (Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomple	ete	Other CHANGE OF	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporar  Water Di	rily Abandon	OPERATOR	
the proposal is to deepen direction Attach the Bond under which the following completion of the involusiting has been completed. Final determined that the site is ready for the view of the complete stream of the site is ready for the view of the	work will be performed or proved operations. If the operation Abandonment Notices must be final inspection.)  ALL RESPONSIBILITY FOR SEE ATTAC CONDITION	INITIAL CONTRIBUTION OF THE WITH THE OPERATION OF THE AND APPROVED UNDER PERSONNEL OF THE OPERATION OPER	BLM/BIA Requion or recompletions, including recl	ELL  AF  BUREAU	rs must be filed within 30 days Form 3160-4 must be filed once	
DENISE PINKERTON	Title REGULATORY SPECIALIST 10/14/11					
Signature Service	Pin Her ton	Date : 09/14/2	2011	HOW	CEIVED	
	THIS SPACE	FOR FEDERAL OR ST	TATE OFFIC	E USE \	OCT 03 2011	
Approved by  Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would			OR STATE OFFICE USE OCT 03 2011  Onle Omec			
ntitle the applicant to conduct operations	thereon					
Fitle 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repr			and willfully to ma	ike to any department o	r agency of the United States any false,	
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(Instructions on page 2)

## 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.