

OCD-ARTESIA

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

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.

5 Lease Serial No
NM-98122

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2

1 Type of Well
 Oil Well Gas Well Other

2 Name of Operator
CHEVRON U.S.A. INC

3a. Address
15 SMITH ROAD
MIDLAND, TEXAS 79705

3b Phone No (include area code)
432-687-7375

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
990 FNL & 1650 FWL, UL C, SEC 21, T-17S, R-31E

7 If Unit of CA/Agreement, Name and/or No

8 Well Name and No
SKELLY UNIT #934

9 API Well No
30-015-31976

10 Field and Pool or Exploratory Area
FREN; PADDOCK

11 Country or Parish, State
EDDY COUNTY, NEW MEXICO

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other REQUEST 6 MO EXTENSION
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13 Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA Required subsequent reports must be filed within 30 days 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 determined that the site is ready for final inspection)

THE SUBJECT WELL WAS DOWN WITH A SUSPECTED ROD PUMP FAILURE. DURING THE ROUTINE JOB, CASING INTEGRITY PROBLEMS OCCURRED AND THE WORK HAS TURNED INTO FISHING TUBING IN ORDER TO PLUG AND ABANDON THE WELL

CHEVRON U.S.A INC. IS REQUESTING A 6 MONTH EXTENSION TO EVALUATE & FINALIZE A PLAN TO EFFICIENTLY CONTINUE THE PLUG AND ABANDONMENT EFFORTS

EDGAR ACERO, CHEVRON ENGINEER, SPOKE WITH MR. WESLEY INGRAM, BLM, AND MR. INGRAM REQUESTED THIS INTENT FOR EXTENSION.

RECEIVED
JAN 25 2012
NMOCD ARTESIA

Accepted for record
NMOCD
TES 1/25/2012

6 Mo Ext. Expires 7-22-12

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)
DENISE PINKERTON

Title REGULATORY SPECIALIST

Signature *Denise Pinkerton*

Date 01/11/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *James A. Conroy*

Title *SEPS* Date *1-22-12*

Office *CFD*

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 entitle the applicant to conduct operations thereon

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

OCD-ARTESIA

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

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.

5. Lease Serial No
NM-98122

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

Oil Well Gas Well Other

8. Well Name and No
SKELLY UNIT #934

2. Name of Operator
CHEVRON U.S.A INC

9. API Well No
30-015-31976

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, PADDOCK

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
990 FNL & 1650 FWL, UL C, SEC 21, T-17S, R-31E

11. Country or Parish, State
EDDY COUNTY, NEW MEXICO

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>fishing</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation. Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days 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 determined that the site is ready for final inspection.)

During the routine job, casing integrity problems occurred and the work has turned into fishing tbg in order to plug and abandon the well
11-08-11: MIRU TAG TAC @ 4580. TAG TOP OF RODS @ 4877. UNABLE TO GET TO BTM OF TBG. STICKING @ 2512'.
11-09-11: TIH W/PERF GUN. TAG RODS @ 4877. FIRED 4 SHOTS @ 4875. TIH W/FREE POINT TOOL. 100% FREE @ 3050 & 3104, 70% FREE @ 3125, 40% FREE @ 3137, 0% FREE @ 3154 & 3200. COLLARS @ 3043, 3074, 3104, 3135. TIH W/CHEM CUTTING TOOLS. TOP CUT @ 3089. 45' ABOVE 100% STU7CK PO8INT. 11-10-11: TIH W/FISHING TOOLS & WS. TAG PARTED TBG @ 3089. 11-14-11: ATTEMPT TO JAR. NO MOVEMENT. UNABLE TO ESTAB CIRC. 11-15-11: WELL ON VAC. 11-17-11: PMP 40 BBLS 10# BRINE. ON VAC. WASHPIPE HAD TBG INSIDE. TIH ROTATING W/SWIVEL & TAG @ 3106. MILL DN TO 3121. 11-18-11: MILL DN TO 3127. TIH WWS TO 3052. 11-19-11: TAG @ 3119. MILL DN TO 3135. 11-21-11: TAG @ 3130. MILL TO 3149. 11-22-11: TAG @ 3130. 11-23-11: TAG 3130-3149. MILL TO 3152. (METAL SHAVINGS & FORMATION) MADE 3' HOLE. 11-28-11: WASH TO 3155. MADE 3' HOLE. 11-29-11: MIRU DOWNHOLE VIEW CAMERA. CLARITY TO 3120. THEN CLOUDY. 11-30-11: TAG @ 3149. MILL TO 3155. 12-01-11: MILL 8-10". HARD MILLING. 12-02-11: MILL 3156-3159. 12-03-11: TAG @ 3154. MILL TO 3159. AT 3160, LOST WEIGHT ON MILL. MILL TO 3164. 12-07-11: TAG FISH @ 3142. MILL @ 3162. MILL TO 3166. 12-08-11: CLEAN OUT @ 3120-3157. 12-09-11: C/O TO 3160.5. 12-10-11: C/O TO 3161. 12-13-11: TAG FILL @ 3161. WASH OVER FISH 3161-3164, & 3164-3169. 12-14-11: WASH OVER 3169-3174. 12-15-11: TAG @ 3170. LOST 4'. TAG @ 3137 (BAD SPOT IN CSG) WASH 3137-3152. 12-16-11/12-23-11: WASH/REAM/MILL 3143-3157, 3158, 3163, 3168, 3172, 3174, 3179, 3180, 3181, 3183, 3185, 3187, 3189. 12-27-11: TIH W/RBP & PKR SET PKR @ 2209. RBP @ 1693. 12-28-11: OPERATIONS ARE SUSPENDED. TBG IS STUCK. RIG DOWN.

Edgar Aceco, Chevron Engineer spoke with Wesley Ingram on requirements for plug and abandonment.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
DENISE PINKERTON

Title REGULATORY SPECIALIST

Date 01/11/2012

Signature

Denise Pinkerton

Accepted for record
RECEIVED
NMOCD 1/25/2012
NMOCD ARTESIA
FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

JAN 22 2012
Date

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 entitle the applicant to conduct operations thereon.

BUREAU OF LAND MANAGEMENT

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or office of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)