

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO 1004-0135
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.****SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No NMLC029419A
2. Name of Operator CHEVRON USA INCORPORATED		6. If Indian, Allottee or Tribe Name
Contact: KANICIA R CARRILLO E-Mail: kcarrillo@conchoresources.com		7. If Unit or CA/Agreement, Name and/or No NMNM71030X
3a. Address P O BOX 960 ARTESIA, NM 88211-0960	3b. Phone No (include area code) Ph: 432-685-4332	8. Well Name and No SKELLY UNIT 977
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 22 T17S R31E NENW 330FNL 1700FWL		9. API Well No 30-015-36061-11-X1
		10. Field and Pool, or Exploratory FREN
		11. County or Parish, and State EDDY COUNTY, NM

MAR 25 2008
OCD-ARTESIA**12. CHECK 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
	<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 recompleat 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

02/16/08 Spud 17-1/2" @ 11:00pm. 02/17/08 TD 17-1/2" @ 450'. Ran 11jts 13-3/8 H40 48# @ 450'.
2/18/08 Cmt w/ 475sx, C. PD @ 3:00am. Circ 64sx. WOC 18hrs. Tested BOP to 2000# for 10 min,ok.
2/20/08 TD 12-1/4" @ 1803' Ran 40jts 8-5/8 J55 32# @ 1803'. Cmt w/600sx C, 200sx C. PD @ 2:30pm.
Circ 330sx WOC 12hrs. Test BOP to 2000# for 10 min, ok. 2/29/08 TD 7-7/8" @ 6510'. 3/01/08 Ran
145jts 5-1/2 L80 17# @ 6510'. Cmt w/ 700sx C, 400sx C. PD @ 05:00pm. Circ 109sx. WOC 12hrs. Tested
csg to 600# for 20min,ok. RR.

14. I hereby certify that the foregoing is true and correct	
Electronic Submission #59041 verified by the BLM Well Information System For CHEVRON USA INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 03/11/2008 (08KMS1206SE)	
Name (Printed/Typed) KANICIA R CARRILLO	Title REGULATORY ANALYST
Signature (Electronic Submission)	Date 03/11/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	JAMES A AMOS Title SUPERVISOR EPS	Date 03/23/2008
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	Office Carlsbad	

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

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Accepted for record - NMOCD