

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. NMNM98122

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

Oil Well Gas Well Other

7. If Unit of CA/Agreement, Name and/or No. NMNM71030C

8. Well Name and No. Skelly Unit 711

2. Name of Operator CHEVRON USA INCORPORATED COG Operating LLC (Agent)

9. API Well No. 30-015-38014

3a. Address (Agent) 550 W. Texas Ave., Suite 100 Midland, TX 79701

3b. Phone No. (include area code) 432-686-3087

10. Field and Pool or Exploratory Area FREN; GLORIETA-YESO

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 21 T17S R31E 1308FNL 266FWL, Unit D

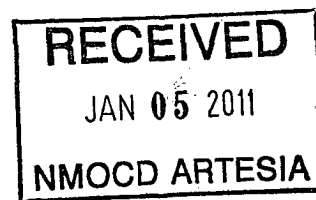
11. Country or Parish, State EDDY COUNTY, NM

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

Table with columns: TYPE OF SUBMISSION, TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA.

12/07/10 Spud 17-1/2" @ 6:30PM. 12/18/10 TD 17-1/2" @ 438'. Ran 11jts 13-3/8 H40 48# @ 438'. Cmt w/180sx Thickset, 250sx C lead, 500sx C tail. PD @ 3:15PM. Circ 602sx. WOC 18 hrs. Test BOP to 2000# for 30 min., ok. 12/10/10 TD 11" @ 1818'. 12/11/10 Ran 41jts 8-5/8 J55 32# @ 1818'. Cmt w/ 350sx C. lead, 200sx C. tail. PD @ 9:34AM. Circ 156sx. WOC 18 hrs. Test BOP to 2000# for 30 min, ok. 12/18/10 TD 7-7/8" @ 6558'. Ran 154jts 5-1/2 J55, L80 17# @ 6558'. Cmt w/ 650sx C lead, 400sx C tail. 12/19/10 PD @ 1:52am. Circ 239sx. WOC 24hrs. RR. Will test csg to 3500# for 30 min on completion rig.



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

Chasity Jackson

Title PREPARER

Signature

[Handwritten Signature]

Date 12/20/2010



THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

JAN 2 2011 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.

Office

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

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.

(Instructions on page 2)

DJD Colx