

Submit 1 Copy To Appropriate District
Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources
HOBBS OCD
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised August 1, 2011

| | | |
|--|--|---|
| RECEIVED SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) | | WELL API NO. 30-025-09979 |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> | | 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 2. Name of Operator CHEVRON U.S.A. INC. | | 6. State Oil & Gas Lease No. |
| 3. Address of Operator 15 SMITH ROAD, MIDLAND TEXAS 79705 | | 7. Lease Name or Unit Agreement Name MARK |
| 4. Well Location Unit Letter B : 660 feet from the NORTH line and 1980 feet from the EAST line Section 3 Township 22S Range 37E NMPM County LEA | | 8. Well Number 1 |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3415' GL | | 9. OGRID Number 4323 |
| | | 10. Pool name or Wildcat PENROSE SKELLY GRAYBURG |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: OH SONIC HAMMER, ACIDIZE & SCALE SQUEEZE ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

CHEVRON U.S.A. INC. INTENDS TO OPEN HOLE SONIC HAMMER, ACIDIZE & SCALE SQUEEZE THE PERFS IN THE SUBJECT WELL.

THE INTENDED PROCEDURE, WELLBORE DIAGRAM & C-144 CLEEZ ARE ATTACHED FOR YOUR APPROVAL.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Scott Haynes TITLE PERMIT SPECIALIST DATE 3/5/2013

Type or print name SCOTT HAYNES E-mail address: TOXO@CHEVRON.COM PHONE: 432-687-7198

For State Use Only

APPROVED BY: Maley Brown TITLE Compliance Officer DATE 3/8/2013

Conditions of Approval (if any):

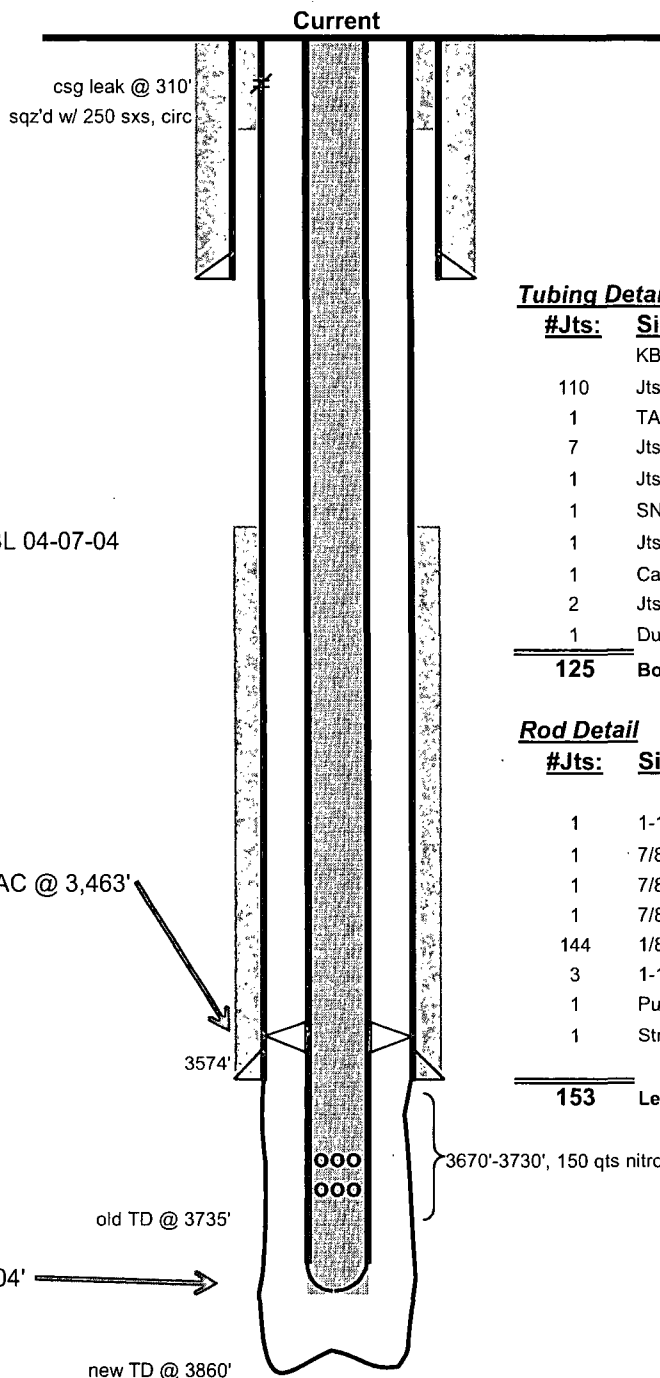
MAR 13 2013

WELL DATA SHEET

| | | |
|--|----------------------------|------------------------|
| Field: Penrose-Skelly | Well Name: Mark #1 | Lease Type: Fee |
| Location: 660' FNL & 1980' FEL | Sec: 3-B Township: 22S | Range: 37E |
| County: Lea St: New Mexico | Refno: FB4764 | API: 30-025-09979 |
| Current Status: Producing-Rods | Anchor Test Date: 4/6/2004 | Cost Center: UCU490200 |
| Current Producing Formation(s): Grayburg | | |
| Initial Producing Formation(s): Grayburg | | |

Surface Csg.

Size: 9 5/8"
 Wt.: 25.7#
 Set @: 251'
 Sxs cmt: 250
 Circ: Yes
 TOC: Surface
 Hole Size: 13 3/4"



Production Csg.

Size: 5 1/2"
 Wt.: 14#
 Set @: 3574'
 Sxs Cmt: 200
 Circ: No
 TOC: 2510' by CBL 04-07-04
 Hole Size: 6 3/4"

COTD: 3860'
 PBSD: 3860'
 TD: 3860'

Remarks:

KB: _____
 DF: 3421.5
 GL: 3415'
 Spud Date: 6/28/1940
 Compl. Date: 8/15/1940

Tubing Detail

| #Jts: | Size: | Footage |
|------------|----------------------------------|----------------|
| | KB Correction | |
| 110 | Jts. 2 7/8" J-55 8rd | 3463.00 |
| 1 | TAC | 2.70 |
| 7 | Jts. 2 7/8" J-55 8rd | 218.46 |
| 1 | Jts. 2 7/8" J-55 8rd TK-99 | 30.31 |
| 1 | SN | 1.10 |
| 1 | Jts. 2 7/8" J-55 Tbg Sub | 4.10 |
| 1 | Caviness Desander | 20.20 |
| 2 | Jts. 2 7/8" J-55 8rd | 63.26 |
| 1 | Dump Valve | 0.80 |
| 125 | Bottom Of String >> | 3803.93 |

Rod Detail

| #Jts: | Size: | Footage |
|------------|----------------------------------|----------------|
| 1 | 1-1/5" Polished Rod | 22.00 |
| 1 | 7/8" D pony Sub | 2.00 |
| 1 | 7/8" D pony Sub | 6.00 |
| 1 | 7/8" D pony Sub | 8.00 |
| 144 | 1/8" D Rods | 3600.00 |
| 3 | 1-1/2" K Bar | 75.00 |
| 1 | Pump | 20.00 |
| 1 | Strainer Nipple | 0.50 |
| 153 | Length of String >> | 3733.50 |

Prepared by: DNCU
 Date: 2/14/2013
 Updated by: _____