

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 Bruzos 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

Form C-103
 Revised August 1, 2011

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

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. 30-025-33466 ✓
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 checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Chevron USA, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator 15 Smith Road Midland, TX 79705		7. Lease Name or Unit Agreement Name SV CHIPSHOT ✓
4. Well Location Unit Letter <u>K</u> : <u>2164'</u> feet from the <u>South</u> line and <u>1362'</u> feet from the <u>West</u> line Section <u>11</u> Township <u>16S</u> Range <u>36E</u> NMPM County <u>Lea</u>		8. Well Number <u>1</u> ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3886'		9. OGRID Number 4323 ✓
		10. Pool name or Wildcat LOVINGTON; WOLFCAMP, NORTH (96625)

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:

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.

A routine rig rigged up on this well with the intent to RTP, but ran into problems fishing the ESP out of the hole.

Please find a summary;

Note: the loc-set pkr was actually at 11,450' instead of 11,428' as indicated on the WBD we received.

-Rigged up on the well to replace failed ESP

-Discovered issues with downhole equipment and parted the ESP attempting to get it out

-Determined the well was uneconomical to be fixed

-Went back in to fish the remaining ESP since the NMOCB would not let us P&A that zone without removing or making attempts

-Retrieved fish and after some troubled tight spots due to poor pipe we were able to POOH

-Cleaned out well to 11,450', dumped 28' of cmt on top of loc-set pkr w/ profile plug

-Set 2nd CIBP @ 10,496' and dump 28' of cmt on top, load and test to 500 psi for 30 min and circulated pkr fluid

Chevron USA, Inc. request to set a BP +/- 100' above the current perms, and TA this well.

Future plans are to complete this well in other horizons.

Well bore diagram and pit permit is attached.

7/10/2013
 10496 + 52' omt.
 T/A WILL BE FOR 3yrs MGR.

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

Bryan Arrant

TITLE Regulatory Specialist

DATE 07/23/2013

Type or print name Bryan Arrant (Agent for Chevron)

E-mail address: bryan.arrant@chk.com

PHONE: (405)935-3782

For State Use Only

APPROVED BY:

Mary Brown

TITLE Compliance Officer

DATE 7/23/2013

Conditions of Approval (if any):

JUL 29 2013

dmr

Current Wellbore Schematic

WELL (PN): CHIPSHOT 1(CVX) (890749)
 FIELD OFFICE: HOBBS
 FIELD: LOVINGTON
 STATE / COUNTY: NEW MEXICO / LEA
 LOCATION: SEC 11-16S-36E, 2164 FSL & 1362 FWL
 ROUTE: HOB-NM-ROUTE 05- BENNY CONNOLLY
 ELEVATION: GL: 3,886.0 KB: 3,901.0 KB Height: 15.0
 DEPTHS: TD: 11,954.0

API #: 3002533466
 Serial #:
 SPUD DATE: 6/9/1996
 RIG RELEASE: 7/13/1996
 1ST SALES GAS:
 1ST SALES OIL: 8/1/1996
CURRENT STATUS: PRODUCING

Original Hole, 7/23/2013 7:41:53 AM

