

Submit 3 copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240
DISTRICT II P.O. Box Drawer DD, Artesia, NM 88210
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

WELL API NO: 30-025-38339 Hobbs

5. Indicate Type of Lease STATE [ ] FEE [x]

6. State Oil / Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG-BACK TO DIFFERENT RESERVOIR. USE "APPLICATION FOR REAMPLIFICATION" (FORM C-101) FOR SUCH PROPOSALS)

7. Lease Name or Unit Agreement Name H.T. MATTERN NCT-B

1. Type of Well: OIL WELL [x] GAS WELL [ ] OTHER [ ]

8. Well No. 27

2. Name of Operator CHEVRON USA INC

9. Pool Name or Wildcat PENROSE SKELLY; GRAYBURG

3. Address of Operator 15 SMITH RD, MIDLAND, TX 79705

4. Well Location Unit Letter O : 1310 Feet From The SOUTH Line and 1705 Feet From The EAST Line Section 30 Township 21-S Range 37-E NMPM LEA COUNTY

10. Elevation (Show whether DF, RKB, RT,GR, etc.) 3488'

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data. NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [ ], TEMPORARILY ABANDON [ ], PULL OR ALTER CASING [ ], OTHER [ ]. SUBSEQUENT REPORT OF: REMEDIAL WORK [ ], COMMENCE DRILLING OPERATION [ ], CASING TEST AND CEMENT JOB [ ], OTHER: NEW WELL [x]

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

5-10-07: SPUD WELL @ 2200 HRS. DRILL 17'-193, 277, 495.
5-11-07: RAN 12 JTS 8 5/8" 24# J-55 STC CSG TO 495. FC @ 477. WASH DN LAST 2 JTS. CMT W/490 SX LEAD CL C, 1% CACL2, 0.25 PPS CELLOFLAKE (D29) 14.8 PPG DENSITY, 1.34 CFS YIELD, 6.3 GAL/SK MIX WATER, DISPL W/174 CF (31 BBLs) H2O, BUMP PLUG TO 1500#. CIRC 50 BBLs (209 SX) CMT TO SURF. WOC.
5-12-07: DRILL 495-643, 867, 1027, 1506, 1730, 1986, 2455, 2623, 2848, 2943, 3060, 3228, 3351, 3422, 3486, 3670, 3776, 3835, 3869, 3997, 4298.
5-15-07: TD @ 1230 HRS. 5-16-07: RAN 100 JTS OF 5 1/2" 15.5# K-55, LTC CSG TO 4199'. PUMP 56 CF(10 BBLs) H2O, 112 CF (20 BBLs) CW100, 56 CF (10 BBLs) H2O, 550 SX LEAD CMT 35:65 POZ CL C, 6% GEL, 5% D044, 0.4% D112, 0.25 PPS D29 CELLOFLAKE, 0.2% D46, 12.4 PPG DENSITY, 2.15 CFS YIELD, 570 SX TAIL CMT OF 50:50 POZ CL C, 2% D020 GEL, 5% D044, 2% D20 GEL, 0.25 PPS D29 CELLOFLAKE, 0.2% D46, 14.2 PPG DENSITY, 1.36 CFS YIELD. DISPL W/550 CF (98 BBLs) H2O. CIRC 48 BBLs (125 SX) CMT TO SURFACE. SET SLIPS. CUT OFF CSG. JET PITS & RIG DOWN. RELEASE RIG @ 1200 HRS. WAIT ON COMPLETION
5-30-07: RUN GR/CNL/CCL LOG FR 4126-2300'. RUN GR/CB/CCL FR 4126 UP TO SURF. TAC-80'.
6-01-07: PERF 3699-3701, 3706-08, 3712-16, 3719-23, 3728-36, 3740-47, 3751-53, 3757-60, 3764-67, 3777-80, 3783-90, 3794-97, 3812-21, 3829-32, 3836-39, 3842-47, 3853-56, 3860-67, 3871-76, 3883-88, 3893-3901, 3904-12, 3919-21, 3925-28, 3932-41, 3945-52, 3956-60.
6-04-07: MIRU PU. TIH W/PKR & WS. MARK SETTINGS FOR PKRS. SET PKRS & TEST. 6-05-07: ACIDIZE PERFS 3698-3960' W/4800 GALS 15% HCL. PUH SET PKR @ 3640. 6-06-07: SWABBING. 6-07-07: REL PKRS. TIH W/PERF SUB & TIH TO 3802. SET RBP @ 3802. PUH SET PKR @ 3650. SWAB. SET PSI BOMB IN PKR @ 3650. 6-11-07: TIH & FISH PSI BOMBS. 6-14-07: FRAC 3699-3960' W/88,000 GALS WF125. 6-15-07: TIH W/BIT & TAG SAND @ 4021. 6-18-07: C/O SAND FR 4020-4126' (PBD) TIH W/PKR & SET @ 3670'. 6-19-07: SWABBING. 6-20-07: KILL W/8.6 CUT BRINE. REL PKRS. 6-21-07: MAKE UP SUB PUMP. TIH W/SUB & 2 7/8" WS TO 3811. RIG DOWN. FINAL REPORT. W/O COMPLETION TEST.
6-27-07: ON 24 HR OPT. PUMPING 87 OIL, 419 GAS, & 808 WATER. GOR-4801

I hereby certify that the information above is true and complete to the best of my knowledge and belief
SIGNATURE Denise Pinkerton TITLE Regulatory Specialist DATE 7/17/2007
TYPE OR PRINT NAME Denise Pinkerton Telephone No. 432-687-7375

(This space for State Use) APPROVED Chris Williams TITLE OC DISTRICT SUPERVISOR GENERAL MANAGER DATE OCT 15 2007

OCT 15 2007 DeSoto/Nichols 12-93 ver 1.0