

Office

Energy, Minerals and Natural Resources

June 19, 2008

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S St Francis Dr., Santa Fe, NM 87505

RECEIVED

MAR 12 2010

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-38339 ✓

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

H.T. MATTERN NCT-B ✓

8. Well Number 27 ✓

9. OGRID Number 4323 ✓

10. Pool name or Wildcat ✓

PENROSE SKELLY GRAYBURG

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.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☒

2. Name of Operator

CHEVRON U.S.A. INC. ✓

3. Address of Operator

15 SMITH ROAD, MIDLAND, TEXAS 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 County LEA ✓

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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: REPAIR CSG LEAK, ACIDIZE, SQZ

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

2-26-10: MIRU. 2-27-10: TIH W/CCL & TBG PUNCH TO TAG TOP OF PUMP. PULL UP TO 3935. TAG TOP OF FILL @ 4048.

2-28-10: TIH W/5 1/2" PLUG & PKR. SET PLUG @ 3673. SET PKR @ 3641. REL PKR & RBP. 3-01-10: C/O TO PBTD @ 4126.

3-02-10: TEST BACKSIDE TO 500 PSI. HELD. 3-03-10: REL PKRS. TIH TO BTM SET OF PERFS. ACIDIZE 3699-3960'

W/3700 GALS ACID. 3-04-10: TIH W/SWAB. PMP 110 GALS BAKER RE-4777 SCALE INHIB. 3-05-10: REL PKRS. TIH

W/BHA. SN @ 4052. EOT @ 4064. PMP 50 BBLS WCW-2827 DN TBG. 3-06-10: TIH W/PMP & RODS. FINAL REPORT.

Spud Date:

2-26-10

Rig Release Date:

3-06-10

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 03-11-2010

Type or print name

DENISE PINKERTON

E-mail address: leakejd@chevron.com

PHONE: 432-687-7375

For State Use Only

APPROVED BY:

[Signature]

TITLE

PETROLEUM ENGINEER

DATE

MAR 15 2010

Conditions of Approval (if any):