

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.	30-025-04770
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil / Gas Lease No.	
7. Lease Name or Unit Agreement Name	H.T. MATTERN NCT-A
8. Well No.	3
9. 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 DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMI (FORM C-101) FOR SUCH PROPOSALS.	
1. Type of Well:	OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>
2. Name of Operator	CHEVRON USA INC
3. Address of Operator	15 SMITH ROAD, MIDLAND, TX 79705
4. Well Location	Unit Letter <u>P</u> : <u>660'</u> Feet From The <u>SOUTH</u> Line and <u>660'</u> Feet From The <u>EAST</u> Line Section <u>24</u> Township <u>21-S</u> Range <u>36-E</u> NMPM <u>LEA</u> COUNTY
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3509' GL

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data			
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:		
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPERATION <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	ADD PERFS. & ACIDIZE <input checked="" type="checkbox"/>

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.

11-11-03: MIRU.  
11-12-03: MIRU REV UNIT. TIH TO 3656'. DRILL CIBP. LOST CIRC. PU TBG TO 5085'.  
11-13-03: RUN GR/NEUTRON/CCL FR 5080-3100. CAME OUT OF FLUID @ 3990. RUN CBL FR 5080-3940. CAME OUT OF FLUID @ 3982. TIH W/RBP & SET @ 3950'.  
11-14-03: RUN CBL FR 3950-2400. TIH W/PKR & SET @ 3946'. RU SWAB.  
11-15-03: SWABBING.  
11-17-03: SPOT 3 SX SAND ON RBP. PERF 3862-68, 3826-32, 3790-97, 3737-31, 3642-50.  
11-18-03: ACIDIZE GRAYBURG PERFS 3642-3868 W/1600 GALS 15% ANTI-SLUDGE HCL. SET PKR @ 3638. RU SWAB 4 HR TEST.  
11-19-03: 10 HR SWAB TEST.  
11-20-03: REL PKR. TIH W/RBP & SET @ 3689. SET PKR @ 3616. RU SWAB.  
11-21-03: MOVE TOOLS. SET RBP @ 3852 & PKR @ 3810. MOVE TOOLS. SET RBP @ 3689 & PKR @ 3616.  
11-24-03: MOVE TOOLS. SET RBP @ 3809. PKR @ 3785. MOVE TOOLS. SET RBP @ 3745 & PKR @ 3716.  
11-25-03: RU SWAB. SET RBP @ 3714. PKR @ 3673. MOVE TOOLS. SET RBP @ 3769, PKR @ 3742.  
11-26-03: REL TOO.S LD PKR & RBP. TIH W/RBP RETR HEAD. WASH SAND OFF RBP @ 3950. REL RBP.  
12-01-03: TIH W/WS. RIG DOWN. CLEAN LOCATION. TURN WELL OVER TO PRODUCTION.

FINAL REPORT

12-01-03: WELL IS SHUT-IN DUE TO AN UNSUCCESSFUL WORKOVER. PLANS ARE TO PLUG & ABANDON THIS WELL IN THE NEAR FUTURE. PAPERWORK HAS BEEN STARTED FOR THE P&A PROCESS. THIS WELL IS UNECONOMICAL TO PRODUCE AT THIS TIME.

\*\*\*\*\*AMENDED REPORT\*\*\*\*\*

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

SIGNATURE Denise Leake TITLE Regulatory Specialist DATE 1/29/2004

TYPE OR PRINT NAME Denise Leake Telephone No. 915-687-7375

(This space for State Use)

APPROVED Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER

CONDITIONS OF APPROVAL, IF ANY:

DATE

FEB 2 2004