

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
P.O. Box 1980
Hobbs, NM 88241

FORM APPROVED
Bureau Form No. 1004-0136
Revised March 31, 1988

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of well <input checked="" type="checkbox"/> Oil <input type="checkbox"/> Gas <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM 24161
2. Name of Operator CHEVRON U.S.A. PRODUCTION CO., INC.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P. O. BOX 1150, MIDLAND, TX 79702 Attn: Reggie Holzer (915) 687-7182	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Section 33, T18S - R32E 1,980' FSL - 2,080' FEL Unit J	8. Well Name and No. Keel A Federal No. 1 Battery
	9. API Well No.
	10. Field and Pool, or Exploratory Area Lusk San Andres
	11. County or Parish, State Lea County, NM

CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

12 TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans	
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing	
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off	
	<input type="checkbox"/> Alarming Casing	<input type="checkbox"/> Conversion to Injection	
	<input type="checkbox"/> Other Site Security	<input checked="" type="checkbox"/> Dispose Water	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimate date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

As required by 43 CFR 3164.1 - III. A and Onshore Oil and Gas Order No. 7, Chevron requests approval of off-lease disposal of produced water. The produced water is transported from this production facility to a commercial water disposal facility by AA Oilfield Services Co., Hobbs, NM. This water disposal facility is owned and operated by AA Oilfield Services Co. and is located in Section 3 T-21-S, R-37-E, Lea Co., NM.

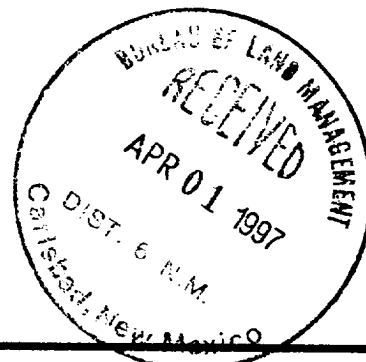
Chevron's produced water delivery point is located at the production facility.

There are three wells currently connected to this battery:

Keel A Federal Well No. 1	NM 24161	API No. 30-025-33316
Keel A Federal Well No. 2	NM 24161	API No. 30-025-33339
Keel A Federal Well No. 4	NM 24161	API No. 30-025-33499

All these wells are located in Section 33, T18S, R32E, Lea, County, NM.

Water Production is 5 BPD
Water Production is 3 BPD
Water Production is 3 BPD



14. I hereby certify that the foregoing is true and correct

Signed Reggie Holzer

Title Sr. Facilities Engineer

Date March 27, 1997

By ORIG. SGT. J. G. LARA

Title Petroleum Engineer

Date 4/9/97

Conditions of approval, if any: