

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No. NMNM17157
6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2 ARTESIA DISTRICT

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. PATON B FEDERAL # 2
2. Name of Operator CHEVRON U.S.A. INC.		9. API Well No. 30-015-30843
3a. Address 15 SMITH ROAD MIDLAND, TX. 79705	3b. Phone No. (include area code) 432-687-7375 LEE ROAK	10. Field and Pool or Exploratory Area SHUGART NORTH
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 510' FEL, SEC-8, T- 18S, R-31E, MER NMP, LAT. 32.76024 LONG -103.87668		11. Country or Parish, State EDDY COUNTY, NM.

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

04/04-06/16 MI & RU P & A EQUIP. POOH RODS, ANCHOR STUCK, CUT TBG @ 7,430', POOH. BOBBY D. W/ NM BLM OK.

04/07/16 RIH W/ CIBP SET @ 7,400', OK BY BOBBY D. W/ NM BLM, TEST CSG. 600 PSI GOOD, RIH W/ TBG.

04/08/16 RIH TAG CIBP @ 7,415', CIR W/ 10# MLF, MIX & SPOT 25 SX CL "C" CMT. 7,415'-7,162', CALL BOBBY D. W/ NM BLM.

04/09/16 RIH TAG @ 7,158', MIX & SPOT 25 SX CL "C" CMT 5,806'-5,553', MIX & SPOT 65 SX CL "C" CMT. 4,775'-3,617', WOC TAG @ 3,694'. WITNESSED GABRIEL BENEWAY W/ NM BLM. MIX & SPOT 92 SX CL "C" CMT. 3,240'-2,308'.

04/12/16 RIH TAG @ 2,402', PERF @ 2,220', NO SQZ, GABRIEL W/ BLM DROP 50', MIX & SPOT 67 SX CL "C" CMT. 2,278'-1,599', WOC TAG @ 1,704', WITNESSED BY GABRIEL BENEWAY W/ NM BLM.

04/13/16 PERF @ 830', NO SQZ, GABRIEL OK DROP 50', MIX & SPOT 13 SX CL "C" CMT. 885' BACK TO SURFACE. CUT OFF WELL HEAD 3' BGL, INSTALL REQUIRED DRY HOLE MARKER AS PER COA's, TURN OVER TO RECLAMATION.

CLASS "C" CEMENT USED & CLOSED LOOP SYSTEM.
BOND COVERAGE: CA 0329

Accepted as to plugging of the well here.
Liability under bond is retained until
Surface restoration is completed.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Monty L. McCarver

Title SR. Manager / Agent for Chervon U.S.A. Inc.

Signature

Date 04/15/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**RECLAMATION
DUE 10/13/16**

ACCEPTED FOR RECORD

JUN 6 2016

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE