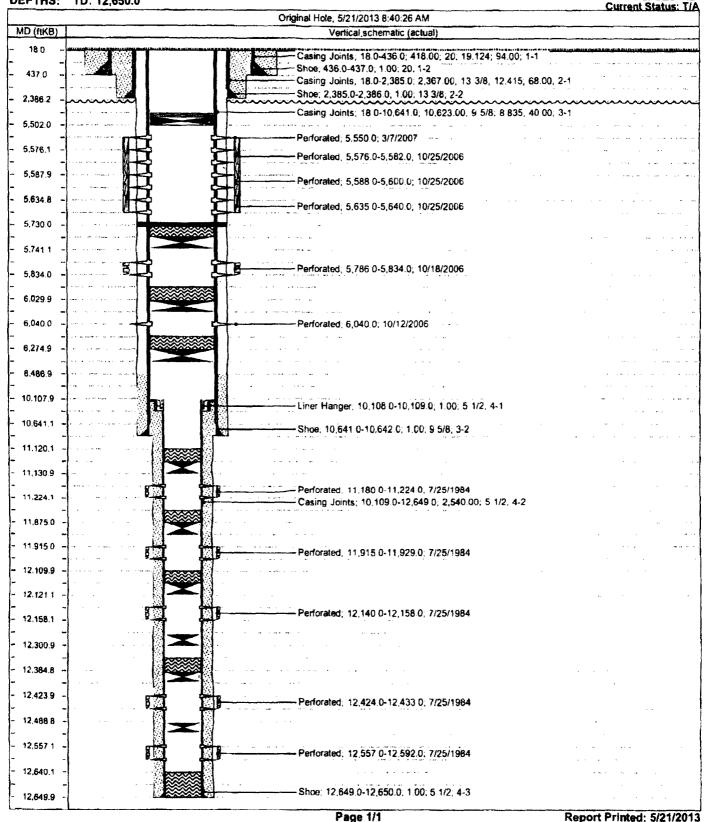
	Submit 1 Copy To Appropriate District Office	State of New Me			Form C-103									
~ ~	1625 N French Dr . Hobbs, NM 882401 CONSERV	Minerals and Natu		WELL API NO.	August 1, 2011									
			DIVISION	30-015-24708										
	District III - (505) 334-6178 1000 Rio Brazos Rd, Aztec, NM 87410 JUN 2 2 2017	220 South St. Fran	ncis Dr.	5. Indicate Type of Lease STATE ☑ FEE □										
	District IV (505) 476-3460	7505	6. State Oil & Gas Lease No.											
	1220 S St Francis Dr., Santa Fc, NM 87505 RECEIVED													
	SUNDRY NOTIČEŠ AND RE	7. Lease Name or Unit Agreement Name CARRASCO 18												
	(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL DIFFERENT RESERVOIR. USE "APPLICATION FOR PE													
	PROPOSALS.)	8. Well Number: 1												
	 Type of Well: Oil Well Gas Well Name of Operator 	9. OGRID Number												
	Chevron U.S.A. INC	4323												
	 Address of Operator 6301 DEAUVILLE BLVD, MIDLAND, TX 	10. Pool name or Wildcat LOVING; DELAWARE, SOUTH												
	4. Well Location		90 feet from the WEST											
		Unit Letter <u>d</u> : <u>990</u> feet from the <u>NORTH</u> line and <u>9</u>												
		Township 23S	Range 28E		unty EDDY									
	3942' GR	on (Show whether DR,	, KKB, KI, GK, etc.)											
	12. Check Appropriate	Box to Indicate N	ature of Notice,	Report or Other Data										
	NOTICE OF INTENTION	TO:	SUB	SEQUENT REPORT OF	Ŧ <u>;</u>									
	PERFORM REMEDIAL WORK PLUG AND		REMEDIAL WORK		CASING									
	TEMPORARILY ABANDON ☐ CHANGE P PULL OR ALTER CASING ☐ MULTIPLE		COMMENCE DRI		Ц									
	DOWNHOLE COMMINGLE	COMPL []	CASING/OLIVILIA											
	OTHER:		OTHER:											
	13. Describe proposed or completed operation of starting any proposed work). SEE RU proposed completion or recompletion.		pertinent details, and											
		proposed completion of recompletion.												
	•	all and notify NMOCD 24 hrs. before operations begin.												
	2. MIRU. NDWH. NU BOPE.													
	3. RIH Opened Ended to CIBP a 5													
	4. Perf and squeeze 75sx of Class "C" cement from 5,500'-5,300', WOC&Tag & Test.													
	5. Perf and squeeze 75sx of Class				hoe)									
5 PO	↑±6. Entand squeeze 75sx of Class													
	7. Perf and squeeze 175sx of Class "C" cement from 490' to surface. (Shoe/FW/surface)													
	8. Verify cement to surface on all casings. Cut off wellhead and anchors 3' below grade. Weld on dry													
hole marker and clean location.														
	hole marker and clean location. Closed loop above ground tank system will be used for fluids. ELL MUST BE PLUBAED BY 6/26/20/2 Mereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE PRODUCTION ENGINEER Appropriate Journal of the formation of 21/17													
,	UELL MUST BE PLUCA	EN BY	6/26/20	O 14 Merine	of Well & unit									
U	I hereby certify that the information above is true	and complete to the b	est of my knowledge	e and belief for the port of Reach	Dieloca									
	4 / *	complete to tile o		e and belief dier Phonoster Report Approved the south at the state of the south at	IIII.U									
	SIGNATURE	TITLE PRO	ODUCTION ENGIN	e and belief Approved for Physical Resort Approved for Physical	/17									
	Type or print name RICKY SPILLER For State Use Only	E-mail address: <u>RC</u>	Spiller a Chevron.c	om PHONE: (432)-687-	7479									
	11+10	1	1.14.40		1110									
	APPROVED BY: Many & Dyre Conditions of Approval (if any):	K TITLE COM	PLIANCE &	SFICER DATE 6/1	6/2017									

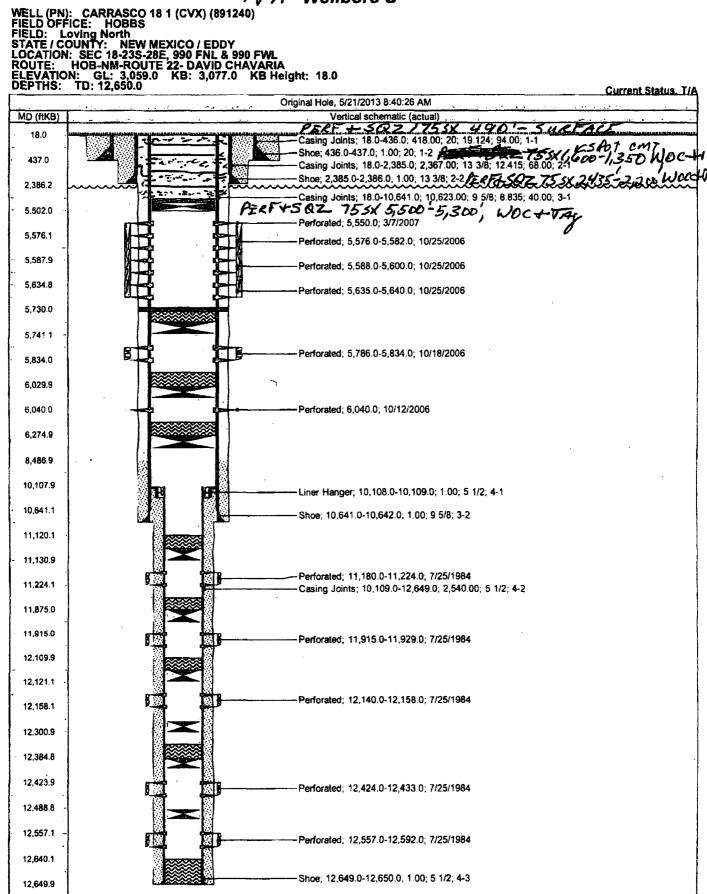
A SEE ATTACHED COA'S

Current Wellbore Schematic

WELL (PN): CARRASCO 18 1 (CVX) (891240)
FIELD OFFICE: HOBBS
FIELD: Loving North
STATE / COUNTY: NEW MEXICO / EDDY
LOCATION: SEC 18-23S-28E, 990 FNL & 990 FWL
ROUTE: HOB-NM-ROUTE 22- DAVID CHAVARIA
ELEVATION: GL: 3,059.0 KB: 3,077.0 KB Height: 18.0
DEPTHS: TD: 12,650.0

API#: 3001524708 Serial #: 301149 SPUD DATE: 2/4/1984 **RIG RELEASE: 3/23/1984** 1ST SALES GAS: 9/1/1985 1ST SALES OIL:





Submit To Appropriat		u co	NSERVA	TION	1								
Submit To Appropriat	e Demontorio	ARTESI/	DISTRICT	•	State of New 1	Mexico)						Form C-105
Fee Lease - 5 copies			an affe	ergy,	Minerals and N	atural F	lesources	L				Re	vised June 10, 200
District I 1625 N. French Dr., F District II	iobbs, NM 88	240	ZUID	Δ:	State of New I Minerals and N	- District	•		WELL AL 30-015-2				
1301 W. Grand Aven	ue, Artesia, Ni	M 88		O.	i Cousei varioi	I TA19	IOH		5. Indicat	te Type	of Lease	;	
District []] 1000 Rio Brazos Rd.,	Aziec, NM 8	74 PE	W ED	12	20 South St. F			1		ATE		FEE	
District IV 1220 S. St. Francis D		4			Santa Fe, NM	87505			State Oil	& Gas I	ease No		
WFI I C	OMPLE	TION O	R RECO	MPI F	TION REPOR	TAND	IOG		S. 10	Error S	e de la companya dela companya dela companya dela companya de la companya de la companya de la companya dela companya de la companya de la companya de la companya dela comp	14.5	
la. Type of Well:	LLDE G				OTHER	· ALI	4	7	7. Lease Nar	ne or Uni			
b. Type of Comp		as well	ואט טאז	L	OTHER		Tr.		Carrasco	18	1		
NEW [] V		DEEPEN	PLUG BAC		DIFF.								
2. Name of Operato								7	8. Well No.				
Chesapeake (Doerating	Inc.	•					- 1	1				
3. Address of Oper		,				4			9. Pool name	e or Wild	cat		
2010 Rankin H	lwy Midla	nd, TX	79701						Loving; D	elawar	e, South	1	
4. Well Location													
Unit Letter	<u>D</u>	990	Feet Fro	om The_	North	L	ine and	990		_ Feet Fro	om The	We	st Lin
Section	18		Townsh	ip 23	S	Range	28E		NMPM		Eddy		County
10. Date Spudded)1/31/1984	11. Date 7	r.D. Reach	ed 12.1 03/	Date Co 07/20	mpl. (Ready to Prod. 07	30	3. Elevations 059 GR	(DF&	k RKB, RT, C	GR, etc.)	14. E	Elev. (Casinghead
15. Total Depth	16.	Plug Back	t T.D.		Multiple Compl. How	w Many	18. Interv Drilled B		Rotary Too	els	Ca	ble T	ools
12650		840			No No	· · · · · · · · · · · · · · · · · · ·	Rotary	у	0-12650				
19. Producing Intel 5576-5640 Bru			ion - Top, Bo	ttom, N	ame					20. W	s Direction	nal Su	rvey Made
21. Type Electric a No									22. Was W	ell Corec			
23.				CA	SING RECO	RD (R	eport all	stric	ngs set in	well)			· · · · · · · · · · · · · · · · · · ·
CASING SIZI	E	WEIGHT	LB./FT.		DEPTH SET		IOLE SIZE		CEMENT		ORD	A۱	MOUNT PULLED
20	94			437		26			750 sx				
13 3/8 68			2386		3 17 1		1/2		2900 sx				
9 5/8 40				10642		12 1/4			900 sx				
											-		
24.				1.11	NER RECORD	L		25	L	TURD	NG RECO	RD	
SIZE	TOP		BOTTOM		SACKS CEMENT	SCRE	EN	S12			PTH SET	7	PACKER SET
5 1/2	10108		12650		800 sx			2	7/8	56			5659
26. Perforation r Brushy Canyo	ecord (inter-	val, size, at 5582 5	nd number) 835-5640	4 enf	44 holes		CID, SHOT						
Crashy Cany	5,7,00,70-	JUUZ, D.	300 0040	→ spi,	77 110100	DEPTI	H INTERVAL				ND MATE		
	5570 50AD				9 5/8 CIBP @ 5740 w/2 sx cmt								
		5576-5640				750 gals 15% HCL Frac on 2nd page							
28					PD	ODUC	CTION		I Frac Oil	ZIIU De	ya		
Date First Product	ion	- Pi	roduction Me	thod (F)	owing, gas lift, pump			n)	Well Sta	tus (Prod	or Shut-in	•1	
03/07/2007		3			10' GA, 2 1/2"x2	•		F/	Produ			•	
Date of Test	Hours Te	sted	Choke Size	•	Prod'n For Test Period	Oil - B	bl	1	s - MCF	1	ter - Bbl.		Gas - Oil Ratio
05/13/2007	24				1 Cal Period	2			10	2	20	1	5000
Flow Tubing Press.	Casing Pr	CESUIC	Calculated Hour Rate	24-	Oil - Bbl.	Gi	s - MCF	ı	Water - Bbl.		Oil Gravi	ty - A	Pl - (Corr.)
					2	1	0	1	20		42.0		
29. Disposition of	ised for fu					Test Witnessed By							
Sold												•	
30. List Attachmer C-102, C-104													
		informati	ion shown o	n both	sides of this form a	s true an	d complete i	o the	e best of my	knowled	ge and be	elief	
_ \		1					* ×=-= •		, , ,		J		
Signature	DUL	#En	M9:12	An /	Printed Name Shay Str	icklin	T	itle	Regulator	rv Tech	1.		Date 06/06/20
F-mail Address	e catri		hkenerov c	ر ب عدد	2, 2		-			,	••		

CONDITIONS FOR PLUGGING AND ABANDONMENT

District II / Artesia N.M.

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office II at (575)-748-1283 at least 24 hours before beginning work.

- 1. A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs.
- 2. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- 3. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator as well as the contractor, to verify that this permit is in place prior to performing work. Drivers shall be able to produce a copy upon request of an NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- 5. A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can be released.
- 6. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- 7. Produced water will not be used during any part of the plugging operation.
- 8. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 10. Class 'C' cement will be used above 7500 feet.
- 11. Class 'H' cement will be used below 7500 feet.
- 12. A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- 13. All Casing Shoes Will Be Perforated 50' below shoe depth and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing
- 14. When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 15. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.

- 16. A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).
- 17. No more than 3000' is allowed between cement plugs in cased hole and 2000' in open hole.
- 18. Some of the Formations to be isolated with cement plugs are: These plugs to be set to isolate formation tops
 - A) Fusselman
 - B) Devonian
 - C) Morrow
 - D) Wolfcamp
 - E) Bone Springs
 - F) Delaware
 - G) Any salt sections
 - H) Abo
 - I) Glorieta
 - J) Yates.
 - K) Potash--- (In the R-111-P Area (Potash Mine Area), a solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
- 19. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing

DRY HOLE MARKER REQUIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

1. Operator name 2. Lease and Well Number 3.API Number 4. Unit Letter 5. Quarter Section (feet from the North, South, East or West) 6. Section, Township and Range 7. Plugging Date 8. County

(SPECIAL CASES)

AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, a below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)