District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

District IV

State of New Mexico **Energy Minerals and Natural Resources**

Form C-101 May 27, 2004

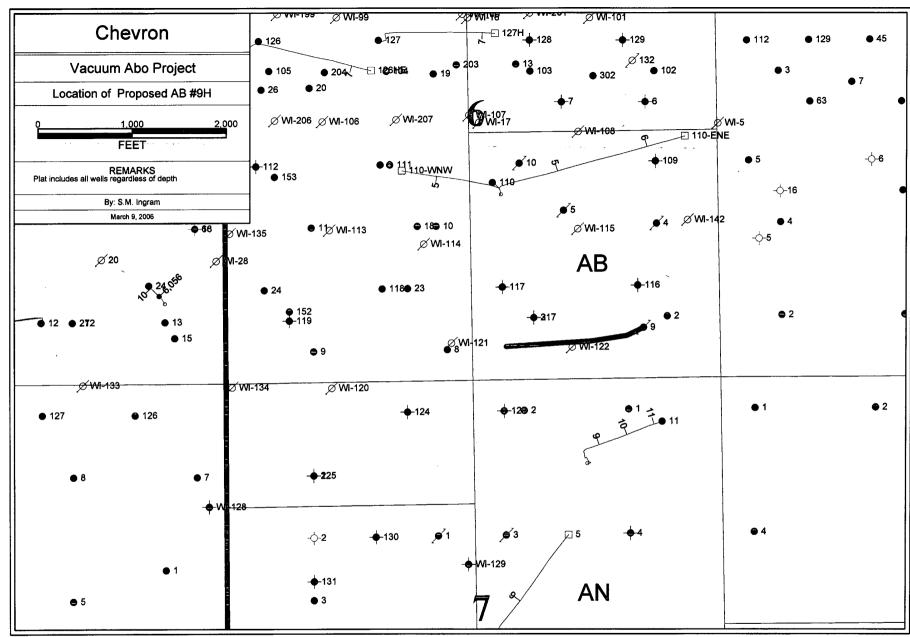
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit to appropriate District Office AMENDED REPORT

1220 S. St. Francis Dr., Santa Fe, NM 87505 APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address CHEVRON U.S.A. INC. QGRID Number 4323 SMITH ROAD API Number MIDLAND, TEXAS 79705 30 - 025 - 30139Well No. Property Name NEW MEXICO AB STATE Proposed Pool 1 10 Proposed Pool 2 VACUUM ABO REEF **Surface Location** Feet from the North/South line UL or lot no. Section Township Lot Idn Feet from the Fast/West line County Range SOUTH 18-S 35-E 538' 818 EAST LEA ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Feet from the North/South line Feet from the East/West line 340° SOUTH 18-S 35-E 2300 EAST LEA Additional Well Information 11 Work Type Cod Well Type Code 13 Cable/Rotary 15 Ground Level Elevation 14 Lease Type Code 3969' GL Ø OII S Multible Proposed Depth 8 Formation Contractor Spud Date ABO 4450' 4-15-06 NO Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water 100 FEET OR MORE 1000 FEET OR MORE Liner: Synthetic _ 20 mils thick Clay Pit Volume: Drilling Method: Pit: SEE ATTACHED C-144 Fresh Water Brine Diesel/Oil-based Gas/Air Closed-Loop System ²¹ Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC NO CHANGE Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Permit Expires 1 Year From Approval KICK OFF POINT - 8166' Horizontali Date Unless Drilling, Underway TOP OF WINDOW - 8155' BOTTOM OF WINDOW - 8163' TARGET INTERVAL - 4128-4450 LENGTH OF LATERAL - 1500' **OPEN HOLE** ***THIS IS AN AMENDED PERMIT TO SHOW CORRECT BOTTOMHOLE LOCATION*** ²³ I hereby certify that the information given above is true and complete to the OIL CONSERVATION DIVISION best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit , or Approved by: an (attached) alternative OCD-approved plan . Printed name: DENISE PINKERTON Title: 2006 Title: REGULATORY SPECIALIST Approval Date: **Expiration Date:** E-mail Address: LEAKEJD@CHEVRON.COM Date: 4-03-2006

Conditions of Approval Attached

Phone: 432-687-7375



PETRA 3/9/2006 12:39:23 PM

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

State of New Mexico Energy, Minerals & Natural Resources Department **OIL CONSERVATION DIVISION** 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies

M AMENDED REPORT

Fee Lease - 3 Copies

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

WELL LOCATION AND ACREAGE DEDICATION DLAT

		VV J	CLL LO	CATION	I AND ACK	EAGE DEDIC	ATION PLA	7.1		
¹ API Number				² Pool Code		³ Pool Name				
30-025-30139				61780		VACUUM ABO REEF				
⁴ Property Code					⁵ Property 1	operty Name			⁶ Well Number	
11010		NEW MEXICO AB STATE							9	
OGRID No.					⁹ Elevation					
4323			CHEVRON U.S.A. INC.						3969' GL	
¹⁰ Surface Location										
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	e County	
P	6	18-S	35-E		538'	SOUTH	818'	EAST	LEA	
¹¹ Bottom Hole Location If Different From Surface										
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	e County	
0	6	18-S	35-E		340'	SOUTH	2300'	EAST	LEA	
12 Dedicated Acres	¹³ Joint o	r Infill "C	onsolidation	Code 15 Or	der No.	<u> </u>				
80										
	_1									

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16				17 OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and complete to the best of
				my knowledge and belief, and that this organization either owns a working interest or
				unleased mineral interest in the land including the proposed bottom hole location or has
				a right to drill this well at this location pursuant to a contract with an owner of such a
				mineral or working interest, or to a voluntary pooling agreement or a compulsory
				pooling order peretofore entered by the division.
				403-2006
			(Signature Date
				Date Date
				DENISE PINKERTON
				Printed Name
	I			
				¹⁸ SURVEYOR CERTIFICATION
				I hereby certify that the well location shown on this plat was plotted from
				field notes of actual surveys made by me or under my supervision, and
				that the same is true and correct to the best of my belief.
				Date of Survey
		The field of the f		Signature and Seal of Professional Surveyor:
			- 11	
		b at	SKL AID!	
		221	0/0	
		2500-		
		1	88	Certificate Number
		Π&	N	
<u> </u>		J. 33 period societélies seed transaction au air	CONTRACTOR OF THE CONTRACTOR O	R.,

District I District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

Form C-144 June 1, 2004

Oil Conservation Division Santa Fe, NM 87505

Is pit or below-grade tank covered by a "general plan"? Yes \(\subseteq \text{No } \(\subseteq \)

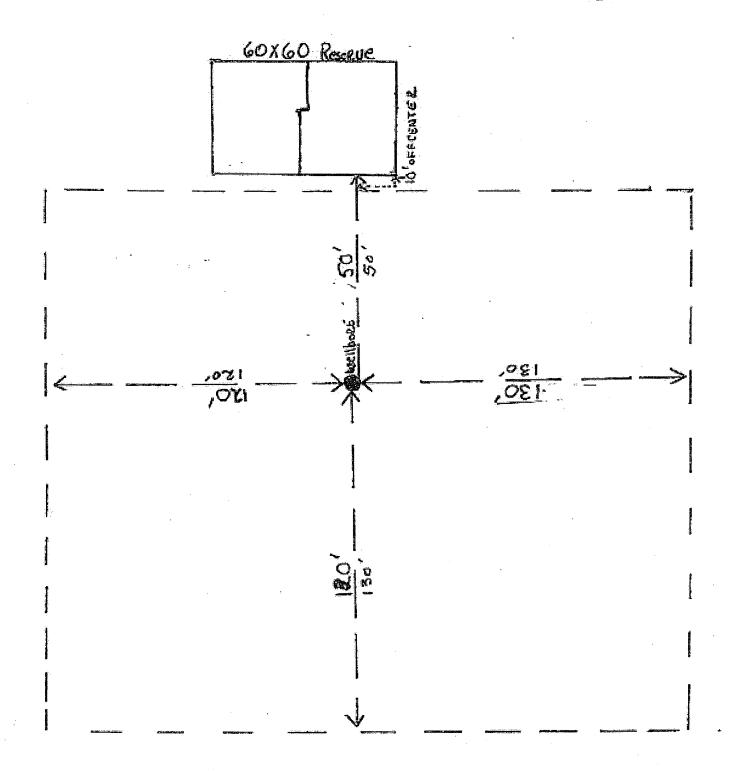
1220 South St. Francis Dr. office Pit or Below-Grade Tank Registration or Closure

Type of action: Registration of a pit or below-grade tank 🛛 Closure of a pit or below-grade tank 🔲							
Operator: Chevron USA Inc. Telephon	e: <u>432-687-7375</u> e-mail address: <u>lea</u>	kejd@chevron.com					
Address: 15 Smith Road, Midland, TX 79705							
Facility or well name: New Mexico AB State #9H API #:	10-02/5-30/39 U/L or Qtr/Qtr	Sec <u>6</u> T <u>18S</u> R <u>35E</u>					
County: Eddy, New Mexico Lati		NAD: 1927 🗌 1983 🔲					
Surface Owner: Federal State Private Indian	(Noving and all)						
Pit	Below-grade tank						
Type: Drilling ☑ Production ☐ Disposal ☐	Volume:bbl Type of fluid:						
Workover ☐ Emergency ☐	Construction material:						
Lined 🛮 Unlined 🗌	Double-walled, with leak detection? Yes If not, explain why not.						
Liner type: Synthetic X Thickness 20 mil Clay							
Pit Volume~3500_bbl							
	Less than 50 feet	(20 points)					
Depth to ground water (vertical distance from bottom of pit to seasonal	50 feet or more, but less than 100 feet	(10 points)					
high water elevation of ground water.)	100 feet or more	(0 points)					
	Yes						
Wellhead protection area: (Less than 200 feet from a private domestic	No	(20 points)					
water source, or less than 1000 feet from all other water sources.)		(0 points))					
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)					
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)					
and chieffel watercourses.)	1000 feet or more	(0 points)					
	Ranking Score (Total Points)	0					
If this is a pit closure: (1) Attach a diagram of the facility showing the pit'		·					
your are burying in place) onsite offsite foffsite, name of facility							
remediation start date and end date. (4) Groundwater encountered: No 🔲		ft. and attach sample results.					
(5) Attach soil sample results and a diagram of sample locations and excava	tions.						
Additional Comments:							
The desired and the second sec							
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines [2], a general permit [3], or an (attached) alternative OCD-approved plan [3].							
Date: 11-10-2005							
Printed Name/Title Ray Matthews, Drilling Engineer Signature Signature Africa / Office / Offi							
Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.							
PETROLEUM ENGINEER							
Approval:		APR 1 0 2006					
Printed Name/Title PETROLEUM ENGINEER	Signature	Date:					

KEY RIG #117

É-

W +E



20

PETRA 3/9/2006 12:39:23 PM

Sent: Fri 4/7/2006 8:06 AM

The sender of this message has requested a read receipt. Click here to send a receipt.

Mull, Donna, EMNRD

From:

Phillips, Dorothy, EMNRD

To:

Mull, Donna, EMNRD

Cc:

Subject:

RE: Financial Assurance Requirement

Attachments:

All have blanket bonds and none appear on Jane's list.

From: Mull, Donna, EMNRD

Sent: Friday, April 07, 2006 7:44 AM

To: Phillips, Dorothy, EMNRD

Cc: Macquesten, Gail, EMNRD; Sanchez, Daniel J., EMNRD

Subject: Financial Assurance Requirement

Dorothy,

Is the Financial Assurance Requirement for these Operators OK?

EOG Resources Inc (7377)
Pogo Producing Co (17891)
Range Operating New Mexico Inc (227588)
Harvard Petroleum Corp (10155)
Yates Petroleum Corp (25575)
Platinum Exploration Inc (227103)
Marbob Energy Corp (14049)
Chevron USA Inc (4323)
Marathon Oil Co (14021)
XTO Energy Inc (5380)

Please let me know. Donna