Form 3160-3 (June 2015) UNITED STATES DEPARTMENT OF THE IN BUREAU OF LAND MANA APPLICATION FOR PERMIT TO D	NTERIOR AGEMEN	Г			-)137 , 2018		
1b. Type of Well: ✓ Oil Well Gas Well	EENTER ther ngle Zone	Multiple Zone		 7. If Unit or CA Agreement, Name and No. 8. Lease Name and Well No. PATRON 35 36 FED ST COM 29 				
 2. Name of Operator CHEVRON USA INCORPORATED 3a. Address P O BOX 1635, HOUSTON, TX 77251 4. Location of Well <i>(Report location clearly and in accordance w</i> At surface SWNW / 2421 FNL / 150 FWL / LAT 32.0866 At proposed prod. zone NWNE / 330 FNL / 1345 FEL / LAT 	(661) 654- vith any State 915 / LONG	e requirements.*) 6 -104.168778		NORTH HAY HOL	or Explor LOW/BC	00 ratory DELAWARE SERVER;BONE I Survey of Area SPRING		
14. Distance in miles and direction from nearest town or post officient 11 miles 15. Distance from proposed*		cres in lease	17 Spacie	12. County or Paris EDDY ng Unit dedicated to t		13. State NM		
location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	10.100 01 a		560.0		inis wen			
 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 	19. Propose 8067 feet /	ed Depth 17050 feet	20. BLM/ FED: ES	BIA Bond No. in file	:			
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3219 feet	03/11/2022		start*	23. Estimated durat147 days	ion			
The following, completed in accordance with the requirements of	24. Attac		, and the H	Iydraulic Fracturing 1	rule per 4	3 CFR 3162.3-3		
 (as applicable) 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest Syster SUPO must be filed with the appropriate Forest Service Office) 		Item 20 above). 5. Operator certific	ation.	s unless covered by a mation and/or plans as	-			
25. Signature (Electronic Submission)		e (Printed/Typed) Y HERRERA-MUR	ILLO / Pł	n: (432) 687-7866	Date 01/18/2	2022		
Title Permitting Specialist								
Approved by (Signature) (Electronic Submission)		e (Printed/Typed) Y LAYTON / Ph: (57	75) 234-59	959	Date 09/27/2	2022		
Title Assistant Field Manager Lands & Minerals	Office Carls	e bad Field Office						
Application approval does not warrant or certify that the applican applicant to conduct operations thereon. Conditions of approval, if any, are attached.	t holds legal	or equitable title to th	nose rights	in the subject lease w	hich wou	Id entitle the		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of					any depai	rtment or agency		



*(Instructions on page 2)

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(Continued on page 2)

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 August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-	¹ API Nu 015-5		² Pool -302	^{Code} 1616800	DEL	AWARE F	RIVE ^R 980 HAY HOLLOW	NE SP /: BONE :	PRING				
1	ty Code		•	⁵ P	roperty Name				⁶ Well Number				
33344	45			PATRON 3	5 36 FED ST C	OM 29				1H			
⁷ OGR	ID No.			⁸ O	perator Name					⁹ Elevation			
43	23			CHEVE	RON U.S.A. IN	C.				3219'			
		·		¹⁰ Sur	face Locat								
UL or lot no.	Sectio	on Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/V	West line	County			
Е	35	25 SOUTH	27 EAST, N.M.P.M.		2421'	NORTH	150'	WE	ST	EDDY			
			¹¹ Bottom I	¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Sectio	n Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/V	Vest line	County			
В	36	25 SOUTH	27 EAST, N.M.P.M.		330'	NORTH	1345'	EA	ST	EDDY			
¹² Dedicated A	cres ¹³ J	oint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.									
560		INFILL											

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	Proposed Firs			sed Last Take Point		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete
А		В			F	to the best of my knowledge and belief, and that this organization either
	S 89°58'54" E	5,161.59'	S 89°	258'54" E 3,857.10'		owns a working interest or unleased mineral interest in the land including
	Τ' I I	Proposed Mid Point		╷──╷ ─ ─ү	1345'	the proposed bottom hole location or has a right to drill this well at this
	24 12 12 12 12 12 12 12 12 12 12 12 12 12			Sec. 36		location pursuant to a contract with an owner of such a mineral or
	N 00°17'08"	= G			н/	working interest, or to a voluntary pooling agreement or a compulsory
	2,094.63'					pooling order heretofore entered by the division.
150'						Cindy Herrera-Murillo 01/03/2022
			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		<u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>	Signature Date
Sec. 34		COORDINATES J E (NAD 27)			ĸ	Cindy Herrera-Murillo
		· · · ·	(=396419.02	 2. X=556269.71		Printed Name
	B - Y=397933	.25, X=553702.88 H - Y	=396436.23	3, X=561493.63 5, X=550958.81		eeof@chevron.com
	D - Y=397755	.48, X=558892.97 J-Y	=395091.99	9, X=556246.88		E-mail Address
		.25, X=561488.84 K - Y .11, X=550997.40	'=395107.21	1, X=561498.41		
				T25S-R27E		¹⁸ SURVEYOR CERTIFICATION
PATE	RON 35 36 FED ST COM 29	PROPOSED MID PO	NT	T26S-R27E		I hereby certify that the well location shown on this
X=	NO 1H WELL 551.116'	X= 556,288'				plat was plotted from field notes of actual surveys
Y=	395,338' NAD 27	Y= 397,431' LAT. 32.092524° N	NAD 27			made by me or under my supervision, and that the
LAT.	32.086793° N	LONG. 104.151574° W		PROPOSED BOTTOM HOL LOCATION	E	same is true and correct to the best of my belief.
X=	592,300'	X= 597,472' Y= 397,488'		X= 560,145'		1 140
Y= LAT.	395,395' 32.086915° N	LAT. 32.092646° N	NAD83/86	Y= 397,430' LAT. 32.092502° N ^{NAI}	D 27	Data of Survey
LONG		LONG. 104.152066° W		LONG. 104.139119° W		Date of Survey
	POSED FIRST TAKE POINT	PROPOSED LAST TAKE X= 560,070'	POINT	X= 601,329'		
X= Y=	551,126' 397,433'	Y= 397,430'	NAD 27	Y= 397,487' LAT. 32.092624° N ^{NAD}	83/86	(23006) 10/06/2021
LAT.	32.092551° N NAD 27	LAT. 32.092502° N LONG. 104.139361° W		LONG. 104.139610° W		
LONG. X=	. 104.168241° W 592,310'	X= 601,254']	
Y=	397,490' NAD83/86	Y= 397,487' LAT. 32.092624° N	NAD83/86			Continente Number
LAT.	32.092673° N	LONG 104 139852° W				Certificate Number
	. 104.100704 10					

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	E	Sta nergy, Minerals a	te of New Mex and Natural Res		ent			nit Electronically E-permitting
		1220	onservation Di South St. Fran nta Fe, NM 87	eis Dr.				
	Ν	ATURAL G	AS MANA(GEMENT P	LAN			
This Natural Gas Managem	ient Plan m	ust be submitted w	vith each Applicat	ion for Permit to I	Drill (A	PD) for a	new or	recompleted wel
			1 – Plan De Iffective May 25,					
. Operator: <u>Che</u>	vron USA_		OGRID: _	4323			Date:	<u>11 / 3 / 21</u>
I. Type: 🛛 Original 🗆 A	mendment	due to 🗆 19.15.27	7.9.D(6)(a) NMA	C □ 19.15.27.9.D	(6)(b) Ì	NMAC 🗆	Other.	
f Other, please describe:								
II. Well(s): Provide the for e recompleted from a sing					wells p	roposed to) be dri	lled or proposed
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		icipated MCF/D	P	Anticipated roduced Water BBL/D
PATRON 35 36 FED ST Com 29 1H	Pending	UL:E, Sec 35, T25S-R27E	2421'FNL, 150' FWL	1635 BBL/D	5841	MCF/D	2089	BBL/D
PATRON 35 36 FED ST COM 29 2H	Pending	UL:E, Sec 35, T25S-R27E	2446'FNL, 150' FWL	1635 BBL/D	5841	MCF/D	2089	BBL/D
PATRON 35 36 FED ST Com 29 3h	Pending	UL:E, Sec 35, T25S-R27E	2471'FNL, 151' FWL	1635 BBL/D	5841	MCF/D	2089	BBL/D
PATRON 35 36 FED ST COM 29 4H	Pending	UL:E, Sec 35, T25S-R27E	2496'FNL, 152' FWL	1635 BBL/D	5841	MCF/D	2089	BBL/D
PATRON 35 36 FED ST Com 29 5h	Pending	UL:E, Sec 35, T25S-R27E	2521'FNL, 153' FWL	1635 BBL/D	5841	MCF/D	2089	BBL/D
V. Central Delivery Poin	t Name:	Hayhurst N	NM CTB 35		I	[See	19.15.2	.7.9(D)(1) NMA
Anticipated Schedule: proposed to be recompleted					vell or s	et of well	s propo	sed to be drilled
Well Name	API	Spud Date	TD Reached Date	CompletionInitiaCommencement DateBack				First Production Date
PATRON 35 36 FED ST Com 29 1H	Pending	March 2023	N/A	N/A		N/A		N/A

PATRON 35 36 FED ST

PATRON 35 36 FED ST

PATRON 35 36 FED ST

COM 29 2H

COM 29 3H

COM 29 4H

Pending

Pending

Pending

March 2023

March 2023

March 2023

N/A

N/A

N/A

N/A

N/A

N/A

N/A

N/A

N/A

Page 1 of 4

N/A

N/A

N/A

1	PATRON 35 36 FED ST	Pending	March 2023	N/A	N/A	N/A	N/A
	TAIRON 55 50 FED ST	1 enuing	Ivial cli 2023	1N/A	N/A	1N/A	1N/A
	COM 29 5H						

VI. Separation Equipment: \boxtimes Attach a complete description of how Operator will size separation equipment to optimize gas capture. **VII. Operational Practices:** \boxtimes Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

VIII. Best Management Practices: 🖂 Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

X Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. \Box Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system \Box will \Box will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

XIII. Line Pressure. Operator \Box does \Box does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

□ Attach Operator's plan to manage production in response to the increased line pressure.

XIV. Confidentiality: \Box Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

<u>Section 3 - Certifications</u> <u>Effective May 25, 2021</u>

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

 \boxtimes Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

 \Box Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. *If Operator checks this box, Operator will select one of the following:*

Well Shut-In. \Box Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. \Box Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

(a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or

(b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.

2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Carol Adler
Printed Name: Carol Adler
Title: Sr HES Regulatory Affairs Coordinator
E-mail Address: caroladler@chevron.com
Date: 8/23/2021
Phone: (432) 687-7148
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

VI. Separation Equipment:

Separation equipment installed at each Chevron facility is designed for maximum anticipated throughput and pressure to minimize waste. Separation equipment is designed and built according to ASME Sec VIII Div I to ensure gas is separated from liquid streams according to projected production.

VII./VIII. Operational & Best Management Practices:

1. General Requirements for Venting and Flaring of Natural Gas:

- In all circumstances, Chevron will flare rather than vent unless flaring is technically infeasible and venting of natural gas will avoid a risk of an immediate and substantial adverse impact on safety, public health, or the environment.
- Chevron installs and operates vapor recovery units (VRUs) in new facilities to minimize venting and flaring. If a VRU experiences operating issues, it is quickly assessed so that action can be taken to return the VRU to operation or, if necessary, facilities are shut-in to reduce the venting or flaring of natural gas.

2. During Drilling Operations:

- Flare stacks will be located a minimum of 110 feet from the nearest surface hole location.
- If an emergency or malfunction occurs, gas will be flared or vented to avoid a risk of an immediate and substantial adverse impact on public health, safety or the environment and be properly reported to the NMOCD pursuant to 19.15.27.8.G.
- Natural gas is captured or combusted if technically feasible using best industry practices and control technologies, such as the use of separators (e.g., Sand Commanders) during normal drilling and completions operations.

3. During Completions:

- Chevron typically does not complete traditional flowback, instead Chevron will flow produced oil, water, and gas to a centralized tank battery and continuously recover salable quality gas. If Chevron completes traditional flowback, Chevron conducts reduced emission completions as required by 40 CFR 60.5375a by routing gas to a gas flow line as soon as practicable once there is enough gas to operate a separator. Venting does not occur once there is enough gas to operate a separator
- Normally, during completions a flare is not on-site. A Snubbing Unit will have a flare on-site, and the flare volume will be estimated.
- If natural gas does not meet pipeline quality specification, the gas is sampled twice per week until the gas meets the specifications.

4. During Production:

- An audio, visual and olfactory (AVO) inspection will be performed daily (at minimum) for active wells and facilities to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC. Inactive, temporarily abandoned, or shut-in wells and facilities will be inspected weekly. Inspection records will be kept for a minimum of five years and will be available upon request by the division.
- Monitor manual liquid unloading for wells on-site, takes all reasonable actions to achieve a stabilized rate and pressure at the earliest practical time and takes reasonable actions to minimize venting to the maximum extent practicable.
- In all circumstances, Chevron will flare rather than vent unless flaring is technically infeasible and venting of natural gas will avoid a risk of an immediate and substantial adverse impact on safety, public health, or the environment.
- Chevron's design for new facilities utilizes air-activated pneumatic controllers and pumps.
- If natural gas does not meet pipeline quality specification, the gas is sampled twice per week until the gas meets the specifications.
- Chevron does not produce oil or gas until all flowlines, tank batteries, and oil/gas takeaway are installed, tested, and determined operational.

5. Performance Standards

- Equipment installed at each facility is designed for maximum anticipated throughput and pressure to minimize waste. Tank pressure relief systems utilize a soft seated or metal seated PSVs, as appropriate, which are both designed to not leak.
- Flare stack has been designed for proper size and combustion efficiency. New flares will have a continuous pilot and will be located at least 100 feet from the well and storage tanks and will be securely anchored.
- New tanks will be equipped with an automatic gauging system.
- An audio, visual and olfactory (AVO) inspection will be performed daily (at minimum) for active wells and facilities to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC. Inactive, temporarily abandoned, or shut-in wells and facilities will be inspected weekly. Inspection records will be kept for a minimum of five years and will be available upon request by the division.

6. Measurement or Estimation of Vented and Flared Natural Gas

- Chevron estimates or measures the volume of natural gas that is vented, flared, or beneficially used during drilling, operations, regardless of the reason or authorization for such venting or flaring.
- Where technically practicable, Chevron will install meters on flares installed after May 25, 2021. Meters will conform to industry standards. Bypassing the meter will only occur for inspecting and servicing of the meter.

Operator Name: CHEVRON USA INCORPORATED

Well Name: PATRON 35 36 FED ST COM 29

Well Number: 1H

BOP test. No BOP components nor any break will ever surpass 21 days between testing. A break test will consist of a 250 psi low / 5,000 psi high for 10 min each test against the connection that was broken when skidding the rig. Upon the first nipple up of the pad a full BOP test will be performed. A full BOP test will be completed prior to drilling the production liner hole sections, unless the BOP connection was not broken prior to drilling that hole section (example: drilling straight from production into production liner hole section). A break test will only be performed on operations where BLM documentation states a 5M or less BOP can be utilized. Break Tests will not be performed on Production hole sections. - Chevron requests a variance to use a FMC Technologies UH-S Multibowl wellhead, which will be run through the rig floor on surface casing. BOPE will be nippled up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. The field report from FMC Technologies and BOP test information will be provided in a subsequent report at the end of the well. Please see the attached wellhead schematic. An installation manual has been placed on file with the BLM office and remains unchanged from previous submittal. All tests performed by third party. - Chevron also requests a variance to use a CoFlex hose with a metal protective covering that will be utilized between the BOP and Choke manifold. Please refer to the attached testing and specification documents.

Testing Procedure: Stack will be tested as specified in the attached testing requirements, upon NU and not to exceed 30 days. Test BOP from 250 psi to 5000 psi in Ram and 250 psi to 3500 psi in annular. BOP/BOPE will be tested by an independent service company to 250 psi low and a minimum of the high pressure indicated above. Batch drilling of the surface, intermediate, and production will take place. A full BOP test will be performed each hole section unless approval from the BLM is received otherwise. Flex choke hose will be used for all wells on the pad (see attached specs). BOP test will be conducted by a third party.

Choke Diagram Attachment:

D2.1a_BLM_5M_Choke_Manifold_Diagram_20210823122058.pdf

D2.2a_BLM_Choke_Hose_Test_Specs_and_Pressure_Test_Continental_20210823122144.pdf

BOP Diagram Attachment:

D2.1b_NM_Slim_Hole_Wellhead_6650_psi_UH_S_20210823122152.pdf

D2.3a_BLM_5M_Annular_10M_Rams_Stackup_and_Test_Plan_20210823122216.pdf

D2.2b_Break_Testing_and_WOC_500_psi_SND_Pad_417_20210916123638.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	16	13.375	NEW	API	N	0	450	0	450	3219	2769	450	J-55	54.4	ST&C	2.13	1.43	DRY	3.46	DRY	3.46
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	2460	0	2460	3544	759	2460	L-80	40	BUTT	1.24	1.64	DRY	3.25	DRY	3.25
3	PRODUCTI ON	6.12 5	5.0	NEW	API	N	6579	6579	6329	7479	-3110	-4260	-	P- 110	-	OTHER - W513	1.39	1.1	DRY	2.54	DRY	2.54
4	PRODUCTI ON	8.75	7.0	NEW	API	N	0	6879	0	6879	3544	-3660	6879	P- 110		OTHER - BLUE	1.63	1.15	DRY	2.3	DRY	2.3

Well Name: PATRON 35 36 FED ST COM 29

Well Number: 1H

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
5	PRODUCTI ON	6.12 5	4.5	NEW	API	N	7479	8065	7044	17050	-3825	- 13831	586	P- 110		OTHER - W521	1.39	1.1	DRY	2.54	DRY	2.54

Casing Attachments

Casing ID: 1 String SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

D3_13.375_54.5ppf_J55_STC_20210823123505.pdf

Casing ID: 2 String INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

9.625_40.0lb_L80IC_BTC_20220103152633.pdf

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Operator Name: CHEVRON USA INCORPORATED

Well Name: PATRON 35 36 FED ST COM 29

Well Number: 1H

Casing Attachments

-		
Casing ID: 3	String	PRODUCTION
Inspection Document:		
Spec Document:		
Tapered String Spec:		
Cooling Decign Accump	tions and W	
Casing Design Assump		orksneet(s).
5.0_18.0ppf_P110_	_W513_2021	0719103823_20220103153535.pdf
Casing ID: 4	String	PRODUCTION
Inspection Document:		
Shaa Daayimanti		
Spec Document:		
Tapered String Spec:		
Casing Design Assump	otions and W	'orksheet(s):
7in_Blue_vs_BlueS	SD_20220103	3152709.pdf
	01	PROPUSTION
Casing ID: 5	String	PRODUCTION
Inspection Document:		
Spec Document:		
Tapered String Spec:		
Casing Design Assump	tions and W	/orksheet(s):
4.5_W521_Spec_S	Sheet 20220	103153304.pdf
····_··_·_opoo	·	

Section 4 - Cement

Operator Name: CHEVRON USA INCORPORATED

Well Name: PATRON 35 36 FED ST COM 29

Well Number: 1H

										1	1
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	0	0	0	0	0	0	С	NONE
SURFACE	Tail		0	450	294	1.33	14.8	391	25	С	EXTENDER, ANTIFOAM, RETARDER
INTERMEDIATE	Lead		0	1460	230	2.49	11.9	572	25	С	Extender, Antifoam, Retarder, Viscosifier
INTERMEDIATE	Tail		1460	2460	323	1.33	14.8	429	25	CLASS C	Extender, Antifoam, Retarder, Viscosifier
PRODUCTION	Lead		2460	5879	469	2.2	11.9	1032	25	CLASS C	Extender, Antifoam, Retarder, Viscosifier
PRODUCTION	Tail		5879	6879	134	1.4	14.5	188	25	С	Extender, Antifoam, Retarder, Viscosifier
PRODUCTION	Lead		6679	1705 0	744	1.64	13.2	1221	25	Class C	Extender, Antifoam, Retarder, Viscosifier

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: A closed system will be used consisting of above ground steel tanks. All wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. Sanitary wastes will be contained in a chemical portatoilet and then hauled to an approved sanitary landfill. All fluids and cuttings will be disposed of in accordance with New Mexico Oil Conservation Division rules and regulations. And transporting of E&P waste will follow EPA regulations and accompanying manifests.

Describe the mud monitoring system utilized: A mud test shall be performed every 24 hours after muddling up to determine, as applicable: density, viscosity, gel strength, filtration, and pH. Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated a PVT, stroke counter, flow sensor will be used to detect volume changes indicating loss or gain a detect volume changes indicating fluid volume in compliance with Onshore Order #2. A weighting agent and lost circulating material (LCM) will be onsite to mitigate pressure or lost circulation as hole conditions dictate.

Circulating Medium Table

Well Name: PATRON 35 36 FED ST COM 29

Well Number: 1H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (lbs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	НА	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
6879	1705 0	OIL-BASED MUD	8.7	13							Viscosity 50-70 Filtrate 5-10
2460	6879	OTHER : WBM/SALT- STURATED	8.7	9.6							Viscosity: 26-36 Filtrate: 15-25
0	450	SPUD MUD	8.3	9.1							Viscosity: 26-36 N/C
450	2460	SALT SATURATED	8.9	10.5							Viscosity: 26-36 Filtrate: 15-25

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Drill stem tests are not planned

The logging program will be as follows:

Type: Mudlogs Logs: 2 man mudlog Interval: Surf csg shoe through Prod hole TD Timing: While drilling or circulating Type: LWD Logs: MWD gamma Interval: Int. and Prod. Hole Timing: While drilling

List of open and cased hole logs run in the well:

GAMMA RAY LOG,MUD LOG/GEOLOGIC LITHOLOGY LOG,MUD LOG/GEOLOGICAL LITHOLOGY LOG,DIRECTIONAL SURVEY,

Coring operation description for the well:

Conventional whole core samples are not planned; direction survey will be run - will send log(s) when run.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4026

Anticipated Surface Pressure: 2251

Anticipated Bottom Hole Temperature(F): 150

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

Operator Name: CHEVRON USA INCORPORATED

Well Name: PATRON 35 36 FED ST COM 29

Well Number: 1H

D8.1_H2S_Contingency_Plan_20210823132430.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

DefPlan100ft_Patron3536FedStCom291H_R0_20220103154837.pdf

Other proposed operations facets description:

- Authorization to use the spudder rig to spud the well and set surface casing. The drilling rig will move in less than 90 days to continue drilling operations. Rig layouts attached.

- Authorization for batch drilling surface, intermediate, liner, production sections

***Drilling plan attached contains a contingency cement program.

Other proposed operations facets attachment:

4well_rig_layout_20210915154244.pdf CUSA_Spudder_Rig_Data_20210915154259.pdf Operational_Best_Management_Practices_V2_20210915154159.pdf PATRON_35_36_FED_ST_COM_29_1H_20220103155309.pdf

Other Variance attachment:

Chevron

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Patron 35 36 Fed St Com 29 1H R0 mdv 19Oct21 Proposal Geodetic Report (Def Plan)

Report Date: Client: Field: Structure / Slot: Well: Borehole: UWI / API#: Survey Date: Tort / AHD / DDI / ERD Ratio: Coordinate Reference System: Location Lat / Long: Location Lat / Long: Costion Grid NLF V/X: CRS Grid Convergence Angle: Grid Scale Factor: Version / Patch:	Chevr NM, E Chevr Patro Unkm Patro Octob 136,4 NAD2 N 32	Eddy County (N/ ron Patron 35 3f n 35 36 Fed St (n 35 36 Fed St (n 35 36 Fed St (n 35 36 Fed St (pown / Unknown n 35 36 Fed St (per 19, 2021 83 * / 11165.39 ?7 New Mexico S * 5 12.45287*, 338.000 ftUS, E 7 * 91208	AD 27 EZ) 8 Fed St Com Pkg 2 Com 29 1H	19Oct21 2 Zone, US Feet	Vert Vert TVC Sea Mag Toti Gra Toti Gra Dec Mag Dec Mag Nor Grid Toti Nor	vey / DLS Computal tical Section Azimut tical Section Origin. D Reference Datum: D Reference Elevation bed / Ground Eleva pretic Declination: al Gravity Field Stre al Magnetic Field Str anetic Dip Angle: Lination Date: pnetic Declination N th Reference: d Convergence Used al Corr Mag North-> th: al Coord Reference	th: : on: tion: ngth: rength: lodel: d: Grid	Minimum Curvature 90.010 ° (Grid North 0.000 ft, 0.000 ft 8XB 3247.000 ft above A 3219.000 ft above A 8.882 ° 998.4350mgn (9.80 GARM 47576.618 nT 59.680 ° October 19, 2021 HDGM 2021 Grid North 0.0877 ° 6.7947 ° Well Head	n) ISL ISL	
Comments	MD	Incl	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting Latitude Longitude (ftUS) (N/S ° ' ") (E/W ° ' ")
Surface	(ft) 0.00	(°) 0.00	(°) 0.00	(ft) 0.00	(ft) 0.00	(ft) 0.00	(ft) 0.00	(°/100ft) N/A	(ftUS) 395338.00	(ftUS) (N/S °' ") (E/W °' ") 551116.00 N 32 5 12.45 W 104 10 5.82
Salado (SLDO)	67.00	0.00	358.91	67.00	0.00	0.00	0.00	0.00	395338.00	551116.00 N 32 512.45 W10410 5.82
	100.00 200.00	0.00	358.91 358.91	100.00 200.00	0.00	0.00	0.00	0.00	395338.00 395338.00	551116.00 N 32 512.45 W 104 10 5.82 551116.00 N 32 512.45 W 104 10 5.82
	300.00	0.00	358.91	300.00	0.00	0.00	0.00	0.00	395338.00	551116.00 N 32 5 12.45 W 104 10 5.82
Build 1.5°/100ft	400.00	0.00	358.91	400.00	0.00	0.00	0.00	0.00	395338.00	551116.00 N 32 512.45 W 104 10 5.82
	500.00 600.00	1.50 3.00	358.91 358.91	499.99 599.91	-0.03 -0.10	1.31 5.23	-0.02 -0.10	1.50 1.50	395339.31 395343.23	551115.98 N 32 512.47 W 104 10 5.82 551115.90 N 32 512.50 W 104 10 5.83
Castile (CSTL)	686.30	4.29	358.91	686.03	-0.21	10.72	-0.20	1.50	395348.72	551115.80 N 32 5 12.56 W 104 10 5.83
. ,	700.00	4.50	358.91	699.69	-0.23	11.77	-0.22	1.50	395349.77	551115.78 N 32 512.57 W 10410 5.83
	800.00 900.00	6.00 7.50	358.91 358.91	799.27 898.57	-0.40 -0.63	20.92 32.67	-0.40 -0.62	1.50 1.50	395358.92 395370.67	551115.60 N 32 512.66 W 104 10 5.83 551115.38 N 32 512.78 W 104 10 5.83
	1000.00	9.00	358.91	997.54	-0.63	47.02	-0.62	1.50	395370.67 395385.01	551115.38 N 32 512.78 W 104 10 5.83 551115.10 N 32 512.92 W 104 10 5.83
	1100.00	10.50	358.91	1096.09	-1.23	63.95	-1.22	1.50	395401.94	551114.78 N 32 513.09 W 104 10 5.84
	1200.00	12.00 13.50	358.91 358.91	1194.16	-1.61 -2.03	83.45	-1.59	1.50	395421.45	551114.41 N 32 513.28 W 104 10 5.84 551113.99 N 32 513.50 W 104 10 5.85
	1300.00 1400.00	15.00	358.91	1291.70 1388.62	-2.03	105.52 130.13	-2.01 -2.48	1.50 1.50	395443.51 395468.12	551113.99 N 32 5 13.50 W 104 10 5.85 551113.52 N 32 5 13.74 W 104 10 5.85
	1500.00	16.50	358.91	1484.86	-3.03	157.27	-3.00	1.50	395495.25	551113.00 N 32 5 14.01 W 104 10 5.86
	1600.00 1700.00	18.00 19.50	358.91 358.91	1580.36 1675.05	-3.60 -4.22	186.92 219.05	-3.57 -4.18	1.50 1.50	395524.90 395557.03	551112.43 N 32 5 14.30 W 104 10 5.86 551111.82 N 32 5 14.62 W 104 10 5.87
	1800.00	21.00	358.91	1768.86	-4.89	253.66	-4.10	1.50	395591.64	551111.02 N 32 5 14.02 W 104 10 5.87 551111.16 N 32 5 14.96 W 104 10 5.88
	1900.00	22.50	358.91	1861.74	-5.60	290.71	-5.55	1.50	395628.68	551110.45 N 32 515.33 W 104 10 5.88
Hold	2000.00 2000.14	24.00 24.00	358.91 358.91	1953.62 1953.75	-6.36 -6.36	330.17 330.23	-6.30 -6.30	1.50 1.50	395668.14 395668.20	551109.70 N 32 515.72 W 104 10 5.89 551109.70 N 32 515.72 W 104 10 5.89
Hold	2100.00	24.00	358.91	2044.97	-7.14	370.84	-0.30	0.00	395008.20	551108.92 N 32 516.12 W 104 10 5.89
	2200.00	24.00	358.91	2136.33	-7.93	411.51	-7.86	0.00	395749.47	551108.14 N 32 516.53 W 10410 5.91
	2300.00	24.00 24.00	358.91 358.91	2227.68 2319.03	-8.71 -9.50	452.18 492.85	-8.63 -9.41	0.00	395790.14 395830.81	551107.37 N 32 516.93 W 104 10 5.92 551106.59 N 32 517.33 W 104 10 5.93
Lamar (LMAR)	2400.00 2459.94	24.00	358.91	2373.79	-9.96	492.85 517.23	-9.41	0.00	395855.18	551106.13 N 32 5 17.55 W 104 10 5.93
Bell Canyon (BLCN)	2497.65	24.00	358.91	2408.24	-10.26	532.56	-10.17	0.00	395870.52	551105.83 N 32 517.72 W 10410 5.93
	2500.00	24.00	358.91	2410.38	-10.28	533.52	-10.19	0.00	395871.47	551105.82 N 32 5 17.73 W 104 10 5.93 551105.04 N 32 5 18.14 W 104 10 5.94
	2600.00 2700.00	24.00 24.00	358.91 358.91	2501.74 2593.09	-11.06 -11.85	574.19 614.86	-10.96 -11.74	0.00 0.00	395912.14 395952.80	551105.04 N 32 5 18.14 W 104 10 5.94 551104.26 N 32 5 18.54 W 104 10 5.95
	2800.00	24.00	358.91	2684.44	-12.63	655.53	-12.51	0.00	395993.47	551103.49 N 32 518.94 W 104 10 5.96
	2900.00 3000.00	24.00 24.00	358.91 358.91	2775.80 2867.15	-13.41 -14.20	696.20 736.87	-13.29 -14.07	0.00 0.00	396034.14 396074.80	551102.71 N 32 5 19.34 W 104 10 5.97 551101.93 N 32 5 19.74 W 104 10 5.98
	3100.00	24.00	358.91	2958.50	-14.20	777.54	-14.07	0.00	396074.80	551101.95 N 32 5 19.74 W 104 10 5.98 551101.16 N 32 5 20.15 W 104 10 5.98
	3200.00	24.00	358.91	3049.86	-15.76	818.21	-15.62	0.00	396156.13	551100.38 N 32 5 20.55 W 104 10 5.99
	3300.00 3400.00	24.00 24.00	358.91 358.91	3141.21 3232.56	-16.55 -17.33	858.88 899.55	-16.40	0.00	396196.80 396237.47	551099.60 N 32 520.95 W 104 10 6.00 551098.83 N 32 521.35 W 104 10 6.01
Cherry Canyon (CRCN)	3409.95	24.00	358.91	3241.65	-17.41	903.59	-17.17 -17.25	0.00	396237.47	551098.75 N 32 5 21.35 W 104 10 6.01
,	3500.00	24.00	358.91	3323.92	-18.11	940.22	-17.95	0.00	396278.13	551098.05 N 32 521.76 W 104 10 6.02
	3600.00 3700.00	24.00 24.00	358.91 358.91	3415.27 3506.62	-18.90 -19.68	980.89 1021.55	-18.73 -19.50	0.00	396318.80 396359.46	551097.28 N 32 5 22.16 W 104 10 6.02 551096.50 N 32 5 22.56 W 104 10 6.03
	3800.00	24.00	358.91	3597.97	-20.46	1062.22	-20.28	0.00	396400.13	551095.72 N 32 5 22.96 W 104 10 6.04
	3900.00	24.00	358.91	3689.33	-21.25	1102.89	-21.06	0.00	396440.79	551094.95 N 32 523.37 W 104 10 6.05
	4000.00 4100.00	24.00 24.00	358.91 358.91	3780.68 3872.03	-22.03 -22.82	1143.56 1184.23	-21.83 -22.61	0.00	396481.46 396522.13	551094.17 N 32 523.77 W 104 10 6.06 551093.39 N 32 524.17 W 104 10 6.07
	4200.00	24.00	358.91	3963.39	-23.60	1224.90	-23.38	0.00	396562.79	551092.62 N 32 5 24.57 W 104 10 6.07
	4300.00	24.00	358.91	4054.74	-24.38	1265.57	-24.16	0.00	396603.46	551091.84 N 32 5 24.98 W 104 10 6.08
	4400.00 4500.00	24.00 24.00	358.91 358.91	4146.09 4237.45	-25.17 -25.95	1306.24 1346.91	-24.94 -25.71	0.00	396644.12 396684.79	551091.06 N 32 5 25.38 W 104 10 6.09 551090.29 N 32 5 25.78 W 104 10 6.10
	4600.00	24.00	358.91	4328.80	-26.73	1387.58	-26.49	0.00	396725.46	551089.51 N 32 5 26.18 W 104 10 6.11
Brushy Canyon (BCN)	4669.81 4700.00	24.00 24.00	358.91 358.91	4392.57 4420.15	-27.28 -27.52	1415.97 1428.25	-27.03 -27.27	0.00	396753.84 396766.12	551088.97 N 32 5 26.47 W 104 10 6.11 551088.74 N 32 5 26.59 W 104 10 6.12
	4800.00	24.00	358.91	4511.51	-28.30	1468.92	-28.04	0.00	396806.79	551087.96 N 32 5 26.99 W 104 10 6.12
	4900.00	24.00	358.91	4602.86	-29.08	1509.59	-28.82	0.00	396847.45	551087.18 N 32 527.39 W 104 10 6.13
	5000.00	24.00	358.91	4694.21	-29.87	1550.26	-29.60	0.00	396888.12	551086.41 N 32 5 27.79 W 104 10 6.14
Drop 1.0°/100ft	5100.00 5121.96	24.00 24.00	358.91 358.91	4785.56 4805.63	-30.65 -30.82	1590.93 1599.86	-30.37 -30.54	0.00	396928.79 396937.72	551085.63 N 32 528.20 W 104 10 6.15 551085.46 N 32 528.29 W 104 10 6.15
	5200.00	23.22	358.91	4877.13	-31.42	1631.11	-31.14	1.00	396968.97	551084.86 N 32 528.59 W 104 10 6.16
	5300.00	22.22	358.91	4969.37	-32.17	1669.73	-31.88	1.00	397007.58	551084.13 N 32 5 28.98 W 104 10 6.17
	5400.00 5500.00	21.22 20.22	358.91 358.91	5062.27 5155.80	-32.88 -33.56	1706.73 1742.11	-32.58 -33.26	1.00 1.00	397044.58 397079.95	551083.42 N 32 5 29.34 W 104 10 6.17 551082.74 N 32 5 29.69 W 104 10 6.18
	5600.00	19.22	358.91	5249.93	-34.21	1775.85	-33.90	1.00	397113.69	551082.10 N 32 5 30.03 W 104 10 6.19
	5700.00	18.22	358.91	5344.64	-34.83	1807.94	-34.52	1.00	397145.78	551081.49 N 32 5 30.34 W 104 10 6.19
	5800.00 5900.00	17.22 16.22	358.91 358.91	5439.89 5535.66	-35.42 -35.97	1838.37 1867.14	-35.10 -35.65	1.00 1.00	397176.21 397204.97	551080.91 N 32 5 30.65 W 104 10 6.20 551080.36 N 32 5 30.93 W 104 10 6.21
	6000.00	15.22	358.91	5631.92	-36.49	1894.23	-36.16	1.00	397232.06	551079.84 N 32 5 31.20 W 104 10 6.21
	6100.00	14.22	358.91	5728.64	-36.98	1919.64	-36.65	1.00	397257.47	551079.36 N 32 531.45 W 104 10 6.22
	6200.00 6300.00	13.22 12.22	358.91 358.91	5825.78 5923.32	-37.44 -37.86	1943.35 1965.37	-37.10 -37.52	1.00 1.00	397281.18 397303.19	551078.90 N 32 5 31.68 W 104 10 6.22 551078.48 N 32 5 31.90 W 104 10 6.23
Bone Spring Lime (BSGL)	6347.37	11.75	358.91	5969.66	-38.05	1975.21	-37.71	1.00	397313.03	551078.29 N 32 5 32.00 W 104 10 6.23
	6400.00	11.22	358.91	6021.24	-38.26	1985.68	-37.91	1.00	397323.50	551078.09 N 32 5 32.10 W 104 10 6.23
Avalon Upper (AVU)	6481.46 6500.00	10.41	358.91	6101.25	-38.55	2000.96	-38.20	1.00	397338.78	551077.80 N 32 5 32.25 W 104 10 6.23 551077.74 N 32 5 32 29 W 104 10 6 23
	6500.00 6600.00	10.22 9.22	358.91 358.91	6119.49 6218.05	-38.61 -38.94	2004.28 2021.17	-38.26 -38.59	1.00 1.00	397342.10 397358.99	551077.74 N 32 5 32.29 W 104 10 6.23 551077.42 N 32 5 32.45 W 104 10 6.24
	6700.00	8.22	358.91	6316.89	-39.23	2036.33	-38.88	1.00	397374.14	551077.13 N 32 5 32.60 W 104 10 6.24
Avalan Lower (AVII)	6800.00	7.22	358.91	6415.99	-39.49	2049.76	-39.13	1.00	397387.58	551076.87 N 32 5 32.74 W 104 10 6.24
Avalon Lower (AVL)	6878.92	6.43	358.91	6494.35	-39.67	2059.14	-39.31	1.00	397396.96	551076.69 N 32 5 32.83 W 104 10 6.24

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Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting Latitude Longitude (ftUS) (N/S ° · '') (E/W ° · '')
	6900.00	6.22	358.91	6515.30	-39.72	2061.46	-39.36	1.00	397399.28	551076.65 N 32 5 32.85 W 104 10 6.25
	7000.00 7100.00	5.22 4.22	358.91 358.91	6614.80 6714.46	-39.91 -40.07	2071.43 2079.66	-39.55 -39.70	1.00 1.00	397409.24 397417.47	551076.46 N 32 5 32.95 W 104 10 6.25 551076.30 N 32 5 33.03 W 104 10 6.25
First Bone Spring (FBS)	7200.00 7277.40	3.22 2.45	358.91 358.91	6814.25 6891.55	-40.19 -40.26	2086.15 2089.98	-39.83 -39.90	1.00 1.00	397423.96 397427.79	551076.18 N 32 5 33.10 W 104 10 6.25 551076.10 N 32 5 33.14 W 104 10 6.25
	7300.00 7400.00	2.22 1.22	358.91 358.91	6914.13 7014.09	-40.28 -40.34	2090.90 2093.90	-39.92 -39.98	1.00 1.00	397428.71 397431.71	551076.09 N 32 5 33.14 W 104 10 6.25 551076.03 N 32 5 33.17 W 104 10 6.25
First Bone Spring Shale (FBS_SH)	7473.34	0.49	358.91	7087.42	-40.36	2095.00	-40.00	1.00	397432.81	551076.01 N 32 5 33.18 W 104 10 6.25
Hold Vertical	7500.00 7522.17	0.22	358.91 358.91	7114.08 7136.25	-40.36 -40.37	2095.16 2095.21	-40.00 -40.00	1.00 1.00	397432.97 397433.02	551076.00 N 32 5 33.19 W 104 10 6.25 551076.00 N 32 5 33.19 W 104 10 6.25
Build 10°/100ft	7600.00 7650.17	0.00	358.91 358.91	7214.08 7264.25	-40.37 -40.37	2095.21 2095.21	-40.00 -40.00	0.00	397433.02 397433.02	551076.00 N 32 5 33.19 W 104 10 6.25 551076.00 N 32 5 33.19 W 104 10 6.25
	7700.00 7800.00	4.98 14.98	90.02 90.02	7314.01 7412.37	-38.20 -20.89	2095.20 2095.20	-37.83 -20.52	10.00 10.00	397433.02 397433.01	551078.17 N 32 5 33.19 W 104 10 6.23 551095.48 N 32 5 33.19 W 104 10 6.03
Second Bone Spring Upper (SBU)	7842.17	19.20	90.02	7452.67	-8.50	2095.19	-8.13	10.00	397433.00	551107.87 N 32 5 33.19 W 104 10 5.88
FTP Cross	7891.31 7900.00	24.11 24.98	90.02 90.02	7498.33 7506.23	9.63 13.24	2095.19 2095.18	10.00 13.61	10.00 10.00	397433.00 397433.00	551126.00 N 32 5 33.19 W 104 10 5.67 551129.61 N 32 5 33.19 W 104 10 5.63
	8000.00 8100.00	34.98 44.98	90.02 90.02	7592.74 7669.27	63.15 127.33	2095.16 2095.14	63.52 127.69	10.00 10.00	397432.98 397432.95	551179.51 N 32 5 33.18 W 104 10 5.05 551243.68 N 32 5 33.18 W 104 10 4.30
SBU_TGT1	8153.98 8200.00	50.38 54.98	90.02 90.02	7705.60 7733.49	167.23 203.81	2095.12 2095.11	167.59 204.18	<i>10.00</i> 10.00	397432.94 397432.92	551283.58 N 32 5 33.18 W 104 10 3.84 551320.16 N 32 5 33.18 W 104 10 3.41
	8300.00	64.98	90.02	7783.45	290.29	2095.08	290.66	10.00	397432.89	551406.63 N 32 5 33.18 W 104 10 2.41
	8400.00 8500.00	74.98 84.98	90.02 90.02	7817.64 7835.01	384.13 482.48	2095.04 2095.00	384.50 482.85	10.00 10.00	397432.85 397432.81	551500.46 N 32 5 33.18 W 104 10 1.32 551598.80 N 32 5 33.18 W 104 10 0.17
Landing Point	8534.68 8600.00	88.45 88.45	90.02 90.02	7837.00 7838.76	517.10 582.40	2094.99 2094.96	517.47 582.76	10.00 0.00	397432.80 397432.78	551633.42 N 32 5 33.18 W 104 9 59.77 551698.71 N 32 5 33.18 W 104 9 59.01
	8700.00 8800.00	88.45 88.45	90.02 90.02	7841.47 7844.17	682.36 782.32	2094.93 2094.89	682.73 782.69	0.00	397432.74 397432.70	551798.66 N 32 5 33.17 W 104 9 57.85 551898.62 N 32 5 33.17 W 104 9 56.69
	8900.00	88.45	90.02	7846.88	882.29	2094.85	882.65	0.00	397432.66	551998.57 N 32 5 33.17 W 104 9 55.53
	9000.00 9100.00	88.45 88.45	90.02 90.02	7849.58 7852.28	982.25 1082.21	2094.81 2094.77	982.62 1082.58	0.00	397432.62 397432.58	552098.53 N 32 5 33.17 W 104 9 54.37 552198.48 N 32 5 33.17 W 104 9 53.20
	9200.00 9300.00	88.45 88.45	90.02 90.02	7854.99 7857.69	1182.18 1282.14	2094.73 2094.69	1182.54 1282.51	0.00	397432.54 397432.50	552298.44 N 32 5 33.16 W 104 9 52.04 552398.39 N 32 5 33.16 W 104 9 50.88
	9400.00 9500.00	88.45 88.45	90.02 90.02	7860.39 7863.10	1382.10 1482.07	2094.65 2094.62	1382.47 1482.43	0.00	397432.47 397432.43	552498.35 N 32 5 33.16 W 104 9 49.72 552598.30 N 32 5 33.16 W 104 9 48.56
	9600.00	88.45	90.02	7865.80	1582.03	2094.58	1582.40	0.00	397432.39	552698.25 N 32 5 33.16 W 104 9 47.39
	9700.00 9800.00	88.45 88.45	90.02 90.02	7868.50 7871.21	1681.99 1781.96	2094.54 2094.50	1682.36 1782.32	0.00	397432.35 397432.31	552898.16 N 32 5 33.15 W 104 9 45.07
	9900.00 10000.00	88.45 88.45	90.02 90.02	7873.91 7876.62	1881.92 1981.88	2094.46 2094.42	1882.29 1982.25	0.00	397432.27 397432.23	552998.12 N 32 5 33.15 W 104 9 43.91 553098.07 N 32 5 33.15 W 104 9 42.75
	10100.00 10200.00	88.45 88.45	90.02 90.02	7879.32 7882.02	2081.85 2181.81	2094.38 2094.35	2082.21 2182.18	0.00	397432.20 397432.16	553198.03 N 32 5 33.15 W 104 9 41.58 553297.98 N 32 5 33.14 W 104 9 40.42
	10300.00	88.45	90.02	7884.73	2281.77	2094.31	2282.14 2382.10	0.00	397432.12	553397.94 N 32 5 33.14 W 104 9 39.26
	10400.00 10500.00	88.45 88.45	90.02 90.02	7887.43 7890.13	2381.74 2481.70	2094.27 2094.23	2482.07	0.00	397432.08 397432.04	553497.89 N 32 5 33.14 W 104 9 38.10 553597.84 N 32 5 33.14 W 104 9 36.94
	10600.00 10700.00	88.45 88.45	90.02 90.02	7892.84 7895.54	2581.67 2681.63	2094.19 2094.15	2582.03 2681.99	0.00	397432.00 397431.96	553697.80 N 32 5 33.14 W 104 9 35.77 553797.75 N 32 5 33.13 W 104 9 34.61
	10800.00 10900.00	88.45 88.45	90.02 90.02	7898.25 7900.95	2781.59 2881.56	2094.11 2094.07	2781.96 2881.92	0.00	397431.92 397431.89	553897.71 N 32 5 33.13 W 104 9 33.45 553997.66 N 32 5 33.13 W 104 9 32.29
	11000.00 11100.00	88.45 88.45	90.02 90.02	7903.65 7906.36	2981.52 3081.48	2094.04 2094.00	2981.88 3081.85	0.00	397431.85 397431.81	554097.62 N 32 5 33.13 W 104 9 31.13 554197.57 N 32 5 33.13 W 104 9 29.96
	11200.00	88.45	90.02	7909.06	3181.45	2093.96	3181.81	0.00	397431.77	554297.53 N 32 5 33.12 W 104 9 28.80
	11300.00 11400.00	88.45 88.45	90.02 90.02	7911.76 7914.47	3281.41 3381.37	2093.92 2093.88	3281.77 3381.74	0.00	397431.73 397431.69	554397.48 N 32 5 33.12 W 104 9 27.64 554497.43 N 32 5 33.12 W 104 9 26.48
	11500.00 11600.00	88.45 88.45	90.02 90.02	7917.17 7919.87	3481.34 3581.30	2093.84 2093.80	3481.70 3581.67	0.00	397431.65 397431.62	554597.39 N 32 5 33.12 W 104 9 25.32 554697.34 N 32 5 33.12 W 104 9 24.16
	11700.00 11800.00	88.45 88.45	90.02 90.02	7922.58 7925.28	3681.26 3781.23	2093.77 2093.73	3681.63 3781.59	0.00	397431.58 397431.54	554797.30 N 32 5 33.11 W 104 9 22.99 554897.25 N 32 5 33.11 W 104 9 21.83
	11900.00 12000.00	88.45 88.45	90.02 90.02	7927.99 7930.69	3881.19 3981.15	2093.69 2093.65	3881.56 3981.52	0.00	397431.50 397431.46	554997.21 N 32 5 33.11 W 104 9 20.67 555097.16 N 32 5 33.11 W 104 9 19.51
	12100.00	88.45	90.02	7933.39	4081.12	2093.61	4081.48	0.00	397431.42	555197.12 N 32 5 33.11 W 104 9 18.35
	12200.00 12300.00	88.45 88.45	90.02 90.02	7936.10 7938.80	4181.08 4281.04	2093.57 2093.53	4181.45 4281.41	0.00	397431.38 397431.34	555297.07 N 32 5 33.10 W 104 9 17.18 555397.02 N 32 5 33.10 W 104 9 16.02
	12400.00 12500.00	88.45 88.45	90.02 90.02	7941.50 7944.21	4381.01 4480.97	2093.49 2093.46	4381.37 4481.34	0.00	397431.31 397431.27	555496.98 N 32 5 33.10 W 104 9 14.86 555596.93 N 32 5 33.10 W 104 9 13.70
	12600.00 12700.00	88.45 88.45	90.02 90.02	7946.91 7949.61	4580.93 4680.90	2093.42 2093.38	4581.30 4681.26	0.00	397431.23 397431.19	555696.89 N 32 5 33.10 W 104 9 12.54 555796.84 N 32 5 33.09 W 104 9 11.37
	12800.00	88.45	90.02	7952.32	4780.86	2093.34	4781.23	0.00	397431.15	555896.80 N 32 5 33.09 W 104 9 10.21 555996.75 N 32 5 33.09 W 104 9 9.05
	12900.00 13000.00	88.45 88.45	90.02 90.02	7955.02 7957.73	4880.82 4980.79	2093.30 2093.26	4881.19 4981.15	0.00	397431.11 397431.07	556096.71 N 32 5 33.09 W 104 9 7.89
MP, Turn 2°/100ft	13100.00 13191.38	88.45 88.45	90.02 90.02	7960.43 7962.90	5080.75 5172.10	2093.22 2093.19	5081.12 5172.47	0.00	397431.04 397431.00	556196.66 N 32 5 33.09 W 104 9 6.73 556288.00 N 32 5 33.08 W 104 9 5.66
Hold	13191.78 13200.00	88.45 88.45	90.01 90.01	7962.91 7963.13	5172.50 5180.71	2093.19 2093.19	5172.87 5181.08	2.00 0.00	397431.00 397431.00	556288.40 N 32 5 33.08 W 104 9 5.66 556296.61 N 32 5 33.08 W 104 9 5.56
	13300.00 13400.00	88.45 88.45	90.01 90.01	7965.83 7968.53	5280.68 5380.64	2093.16 2093.13	5281.04 5381.01	0.00	397430.97 397430.95	556396.57 N 32 5 33.08 W 104 9 4.40 556496.52 N 32 5 33.08 W 104 9 3.24
	13500.00	88.45	90.01	7971.23	5480.61	2093.11	5480.97	0.00	397430.92	556596.48 N 32 5 33.08 W 104 9 2.08
	13600.00 13700.00	88.45 88.45	90.01 90.01	7973.92 7976.62	5580.57 5680.53	2093.08 2093.06	5580.93 5680.90	0.00	397430.89 397430.87	556696.43 N 32 5 33.08 W 104 9 0.92 556796.39 N 32 5 33.07 W 104 8 59.75
	13800.00 13900.00	88.45 88.45	90.01 90.01	7979.32 7982.02	5780.50 5880.46	2093.03 2093.00	5780.86 5880.83	0.00	397430.84 397430.82	556896.34 N 32 5 33.07 W 104 8 58.59 556996.30 N 32 5 33.07 W 104 8 57.43
	14000.00 14100.00	88.45 88.45	90.01 90.01	7984.71 7987.41	5980.42 6080.39	2092.98 2092.95	5980.79 6080.75	0.00	397430.79 397430.76	557096.25 N 32 5 33.07 W 104 8 56.27 557196.21 N 32 5 33.07 W 104 8 55.11
	14200.00	88.45 88.45	90.01 90.01	7990.11	6180.35	2092.93	6180.72	0.00	397430.74	557296.16 N 32 5 33.06 W 104 8 53.94 557396.12 N 32 5 33.06 W 104 8 52.78
	14300.00 14400.00	88.45	90.01	7992.81 7995.51	6280.31 6380.28	2092.90 2092.87	6280.68 6380.64	0.00	397430.71 397430.69	557496.07 N 32 5 33.06 W 104 8 51.62
	14500.00 14600.00	88.45 88.45	90.01 90.01	7998.20 8000.90	6480.24 6580.21	2092.85 2092.82	6480.61 6580.57	0.00	397430.66 397430.63	557596.02 N 32 5 33.06 W 104 8 50.46 557695.98 N 32 5 33.06 W 104 8 49.30
	14700.00 14800.00	88.45 88.45	90.01 90.01	8003.60 8006.30	6680.17 6780.13	2092.80 2092.77	6680.53 6780.50	0.00	397430.61 397430.58	557795.93 N 32 5 33.05 W 104 8 48.13 557895.89 N 32 5 33.05 W 104 8 46.97
	14900.00 15000.00	88.45 88.45	90.01 90.01	8008.99 8011.69	6880.10 6980.06	2092.75 2092.72	6880.46 6980.42	0.00	397430.56 397430.53	557995.84 N 32 5 33.05 W 104 8 45.81 558095.80 N 32 5 33.05 W 104 8 44.65
	15100.00	88.45	90.01	8014.39	7080.02	2092.69	7080.39	0.00	397430.51	558195.75 N 32 5 33.05 W 104 8 43.49
	15200.00 15300.00	88.45 88.45	90.01 90.01	8017.09 8019.79	7179.99 7279.95	2092.67 2092.64	7180.35 7280.32	0.00	397430.48 397430.45	558295.71 N 32 5 33.04 W 104 8 42.33 558395.66 N 32 5 33.04 W 104 8 41.16
	15400.00 15500.00	88.45 88.45	90.01 90.01	8022.48 8025.18	7379.91 7479.88	2092.62 2092.59	7380.28 7480.24	0.00	397430.43 397430.40	558495.62 N 32 5 33.04 W 104 8 40.00 558595.57 N 32 5 33.04 W 104 8 38.84
	15600.00 15700.00	88.45 88.45	90.01 90.01	8027.88 8030.58	7579.84 7679.80	2092.56 2092.54	7580.21 7680.17	0.00	397430.38 397430.35	558695.52 N 32 5 33.04 W 104 8 37.68 558795.48 N 32 5 33.03 W 104 8 36.52
	15800.00	88.45	90.01	8033.27	7779.77	2092.51	7780.13	0.00	397430.32	558895.43 N 32 5 33.03 W 104 8 35.35
	15900.00 16000.00	88.45 88.45	90.01 90.01	8035.97 8038.67	7879.73 7979.70	2092.49 2092.46	7880.10 7980.06	0.00	397430.30 397430.27	558995.39 N 32 5 33.03 W 104 8 34.19 559095.34 N 32 5 33.03 W 104 8 33.03
	16100.00 16200.00	88.45 88.45	90.01 90.01	8041.37 8044.07	8079.66 8179.62	2092.43 2092.41	8080.02 8179.99	0.00	397430.25 397430.22	559195.30 N 32 5 33.03 W 104 8 31.87 559295.25 N 32 5 33.02 W 104 8 30.71
	16300.00 16400.00	88.45 88.45	90.01 90.01	8046.76 8049.46	8279.59 8379.55	2092.38 2092.36	8279.95 8379.92	0.00	397430.19 397430.17	559395.21 N 32 5 33.02 W 104 8 29.54 559495.16 N 32 5 33.02 W 104 8 28.38
	16500.00	88.45	90.01	8052.16	8479.51	2092.30	8479.88	0.00	397430.14	559595.12 N 32 5 33.02 W 104 8 27.22

...Patron 35 36 Fed St Com 29 1H\Patron 35 36 Fed St Com 29 1H R0 mdv 19Oct21

Schlumberger-Private

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Comments	MD	Incl	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
Comments	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	(ftUS)	(N/S ° ' ")	(E/W ° ' ")
	16600.00	88.45	90.01	8054.86	8579.48	2092.30	8579.84	0.00	397430.12	559695.07 N	32 5 33.02 W	/ 104 8 26.06
	16700.00	88.45	90.01	8057.55	8679.44	2092.28	8679.81	0.00	397430.09	559795.03 N	32 5 33.01 W	/ 104 8 24.90
	16800.00	88.45	90.01	8060.25	8779.40	2092.25	8779.77	0.00	397430.06	559894.98 N	32 5 33.01 W	/ 104 8 23.73
	16900.00	88.45	90.01	8062.95	8879.37	2092.23	8879.73	0.00	397430.04	559994.93 N	32 5 33.01 W	/ 104 8 22.57
LTP Cross	16975.12	88.45	90.01	8064.98	8954.46	2092.21	8954.83	0.00	397430.02	560070.02 N	32 5 33.01 W	104 8 21.70
	17000.00	88.45	90.01	8065.65	8979.33	2092.20	8979.70	0.00	397430.01	560094.89 N	32 5 33.01 W	/ 104 8 21.41
Patron 35 36 Fed St Com 29 1H - BHL	17050.13	88.45	90.01	8067.00	9029.45	2092.19	9029.81	0.00	397430.00	560145.00 N	32 5 33.01 W	/ 104 8 20.83

Survey Type:

Survey Error Model:	ISCWSA Rev 3 *** 3-D 97.071% Confidence 3.0000 sigma
Survey Program:	

Def Plan

Description	Part	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size Cas (in)	ing Diameter (in)	Expected Max Inclination (deg)	Survey Tool Type	Borehole / Survey
	1	0.000	28.000	1/100.000	30.000	30.000		B001Mb_MWD+HRGM-Depth Only	Patron 35 36 Fed St Com 29 1H / Patron 35 36 Fed St Com 29 1H R0 mdv 19Oct21
	1	28.000	17050.133	1/100.000	30.000	30.000		B001Mb_MWD+HRGM	Patron 35 36 Fed St Com 29 1H / Patron 35 36 Fed St Com 29 1H

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PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Chervon
LEASE NO.:	NMNM107369
LOCATION:	Section 35, T.25 S., R.27 E., NMPM
COUNTY:	Eddy County, New Mexico

WELL NAME & NO.:	Patron 35 36 Fed ST Com 29 1H
SURFACE HOLE FOOTAGE:	2421'/N & 150'/W
BOTTOM HOLE FOOTAGE	330'/N & 1345'/E

COA

H2S	C Yes	💿 No	
Potash	None	© Secretary	© R-111-P
Cave/Karst Potential	• Low	C Medium	C High
Cave/Karst Potential	Critical		
Variance	C None	Flex Hose	© Other
Wellhead	Conventional	Multibowl	© Both
Other	□4 String Area	Capitan Reef	□ WIPP
Other	Fluid Filled	Cement Squeeze	🗖 Pilot Hole
Special Requirements	Ukater Disposal	COM	🗖 Unit

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The **13-3/8** inch surface casing shall be set at approximately **450** feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of $\underline{8}$

hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Contingency

Operator is approved to used cement contingency for the Intermediate and Production casing.

- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.

- 3. The minimum required fill of cement behind the 7 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
- 4. The minimum required fill of cement behind the 5-1/2 x 4 $\frac{1}{2}$ inch production liner is:
 - Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- Lea County Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 689-5981
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
- 6
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.

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3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24 hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.

- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.

- a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500

feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

ZS 071922

Approval Date: 09/27/2022



Training

MCBU Drilling and Completions H₂S training requirements are intended to define the minimum level of training required for employees, contractors and visitors to enter or perform work at MCBU Drilling and Completions locations that have known concentrations of H₂S.

Awareness Level

Employees and visitors to MCBU Drilling and Completions locations that have known concentrations of H_2S , who are not required to perform work in H_2S areas, will be provided with an awareness level of H_2S training prior to entering any H_2S areas. At a minimum, awareness level training will include:

- 1. Physical and chemical properties of H₂S
- 2. Health hazards of H₂S
- 3. Personal protective equipment
- 4. Information regarding potential sources of H₂S
- 5. Alarms and emergency evacuation procedures

Awareness level training will be developed and conducted by personnel who are qualified either by specific training, educational experience and/or work-related background.

Advanced Level H₂S Training

Employees and contractors required to work in areas that may contain H₂S will be provided with Advanced Level H₂S training prior to initial assignment. In addition to the Awareness Level requirements, Advanced Level H₂S training will include:

- 1. H₂S safe work practice procedures;
- 2. Emergency contingency plan procedures;
- 3. Methods to detect the presence or release of H₂S (e.g., alarms, monitoring equipment), including hands-on training with direct reading and personal monitoring H₂S equipment.
- Basic overview of respiratory protective equipment suitable for use in H₂S environments. Note: Employees who work at sites that participate in the Chevron Respirator User program will require separate respirator training as required by the MCBU Respiratory Protection Program;
- Basic overview of emergency rescue techniques, first aid, CPR and medical evaluation procedures. Employees who may be required to perform "standby" duties are required to receive additional first aid and CPR training, which is not covered in the Advanced Level H₂S training;
- 6. Proficiency examination covering all course material.

Advanced H₂S training courses will be instructed by personnel who have successfully completed an appropriate H₂S train-the-trainer development course (ANSI/ASSE Z390.1-2006) or who possess significant past experience through educational or work-related background.



H₂S Training Certification

All employees and visitors will be issued an H_2S training certification card (or certificate) upon successful completion of the appropriate H_2S training course. Personnel working in an H_2S environment will carry a current H_2S training certification card as proof of having received the proper training on their person at all times.

Briefing Area

A minimum of two briefing areas will be established in locations that at least one area will be upwind from the well at all times. Upon recognition of an emergency situation, all personnel should assemble at the designated upwind briefing areas for instructions.

H₂S Equipment

Respiratory Protection

- a) Six 30 minute SCBAs 2 at each briefing area and 2 in the Safety Trailer.
- b) Eight 5 minute EBAs 5 in the dog house at the rig floor, 1 at the accumulator, 1 at the shale shakers and 1 at the mud pits.

Visual Warning System

- a) One color code sign, displaying all possible conditions, will be placed at the entrance to the location with a flag displaying the current condition.
- b) Two windsocks will be on location, one on the dog house and one on the Drill Site Manager's Trailer.

H₂S Detection and Monitoring System

- a) H₂S monitoring system (sensor head, warning light and siren) placed throughout rig.
 - Drilling Rig Locations: at a minimum, in the area of the Shale shaker, rig floor, and bell nipple.
 - Workover Rig Locations: at a minimum, in the area of the Cellar, rig floor and circulating tanks or shale shaker.



Well Control Equipment

- a) Flare Line 150' from wellhead with igniter.
- b) Choke manifold with a remotely operated choke.
- c) Mud / gas separator

Mud Program

In the event of drilling, completions, workover and well servicing operations involving a hydrogen sulfide concentration of 100 ppm or greater the following shall be considered:

- 1. Use of a degasser
- 2. Use of a zinc based mud treatment
- 3. Increasing mud weight

Public Safety - Emergency Assistance

Agency	Telephone Number
Lea County Sheriff's Department	575-396-3611
Fire Department:	
Carlsbad	575-885-3125
Artesia	575-746-5050
Lea County Regional Medical Center	575-492-5000
Jal Community Hospital	505-395-2511
Lea County Emergency Management	575-396-8602
Poison Control Center	800-222-1222

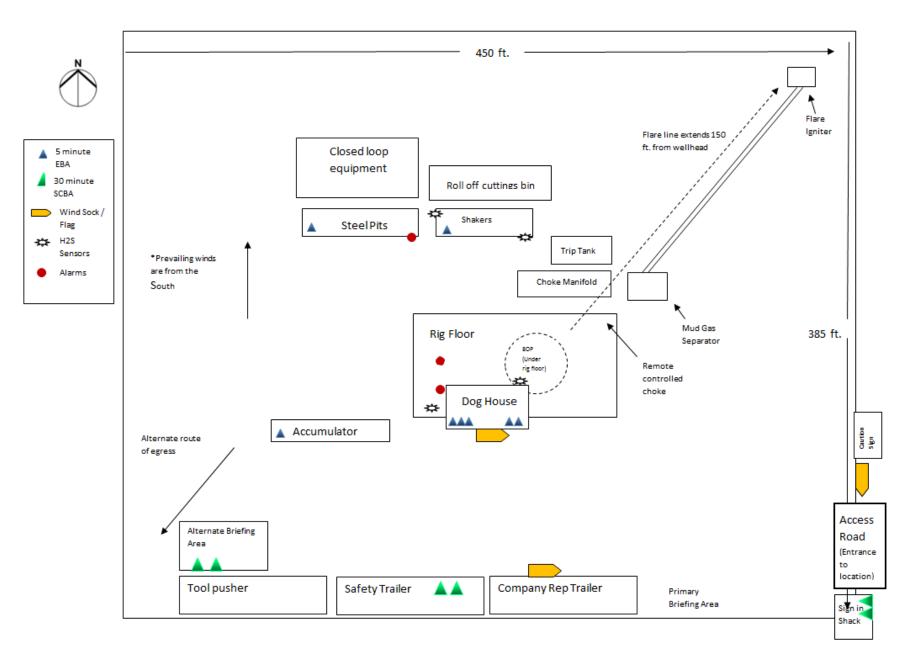


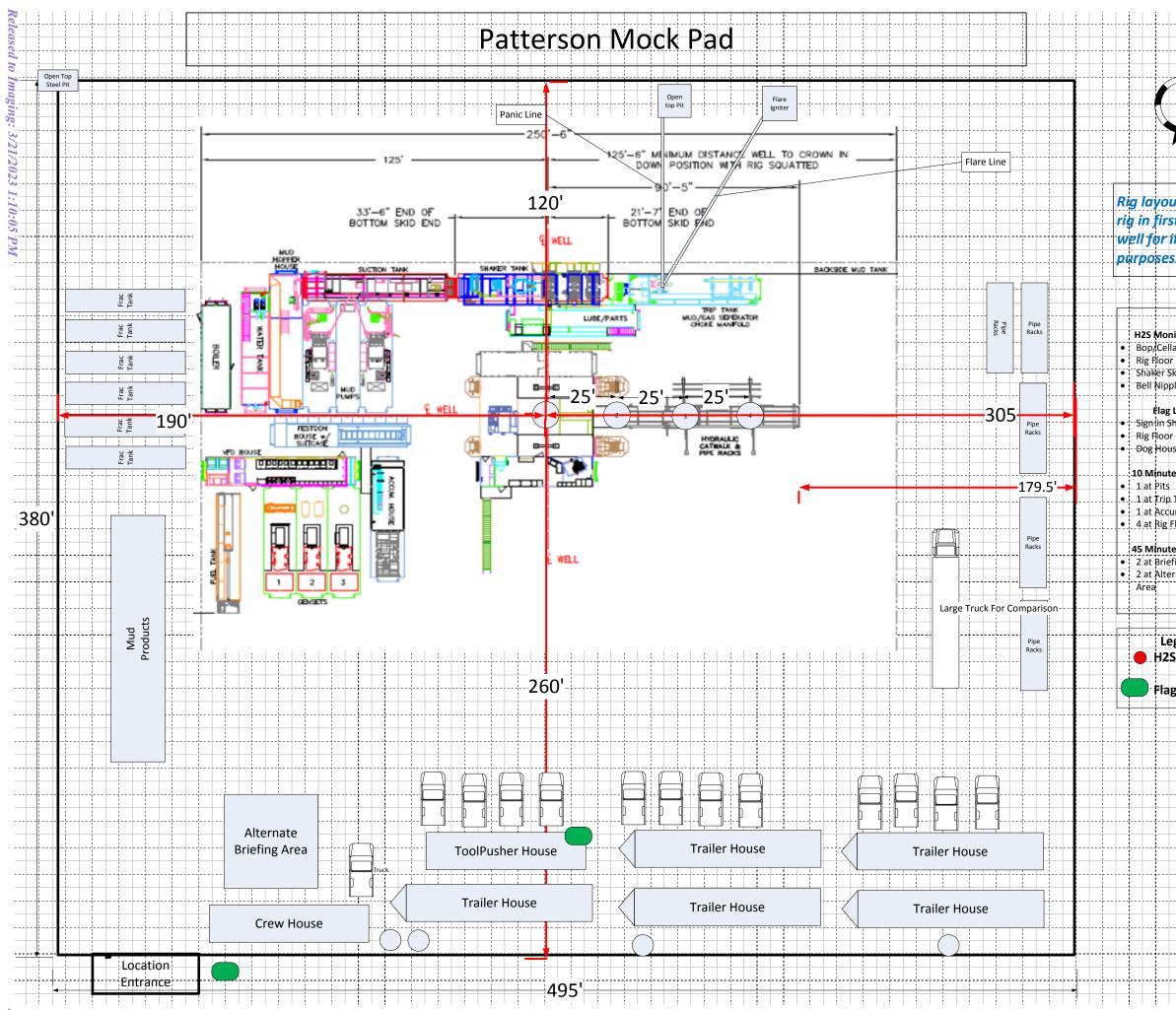
Chevron MCBU D&C Emergency Notifications

Below are lists of contacts to be used in emergency situations.

	Name	Title	Office Number	Cell Phone
1.	TBD	Drilling Engineer		
2.	Sergio Hernandez	Superintendent	713 372 1402	
5.	Dennis Mchugh	Drilling Manager	(713) 372-4496	
6.	Kyle Eastman	Operations Manager	713-372-5863	
7.	TBD	D&C HES		
8.	ТВD	Completion Engineer		







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Intent As Drilled		
API #		
Operator Name:	Property Name:	Well Number

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitu	de				Longitude				NAD

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitu	de				Longitude				NAD

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitu	de				Longitud	le			NAD

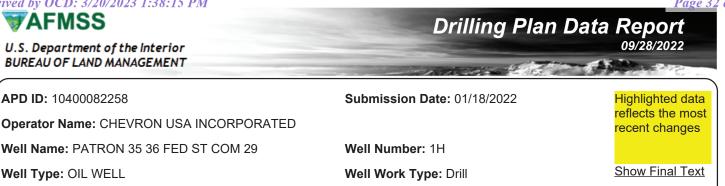
Is this well the defining well for the Horizontal Spacing Unit?	
is this well the defining well for the horizontal spacing only.	

Is this well an infill well?

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number

KZ 06/29/2018



Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
7915076	RUSTLER	3572	0	0	DOLOMITE	NONE	N
7915096	TOP SALT	3533	39	39	ANHYDRITE, SALT	NONE	N
7915097	CASTILE	2914	658	658	ANHYDRITE, SALT	NONE	N
7915093	LAMAR	1226	2346	2346	LIMESTONE, SHALE	NONE	N
7915095	BELL CANYON	1192	2380	2380	LIMESTONE, SANDSTONE	NONE	N
7915077	CHERRY CANYON	358	3214	3214	LIMESTONE, SANDSTONE, SILTSTONE	NONE	N
7915079	BRUSHY CANYON	-793	4365	4365	LIMESTONE, SANDSTONE, SHALE	NONE	N
7915080	BONE SPRING LIME	-2370	5942	5942	SHALE, SILTSTONE	NONE	N
7915081	AVALON SAND	-2501	6073	6466	SHALE	NATURAL GAS, OIL	N
7915091	BONE SPRING 1ST	-3292	6864	7059	SANDSTONE, SHALE	NATURAL GAS, OIL	N
7915083	BONE SPRING 2ND	-3853	7425	7917	SANDSTONE, SHALE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

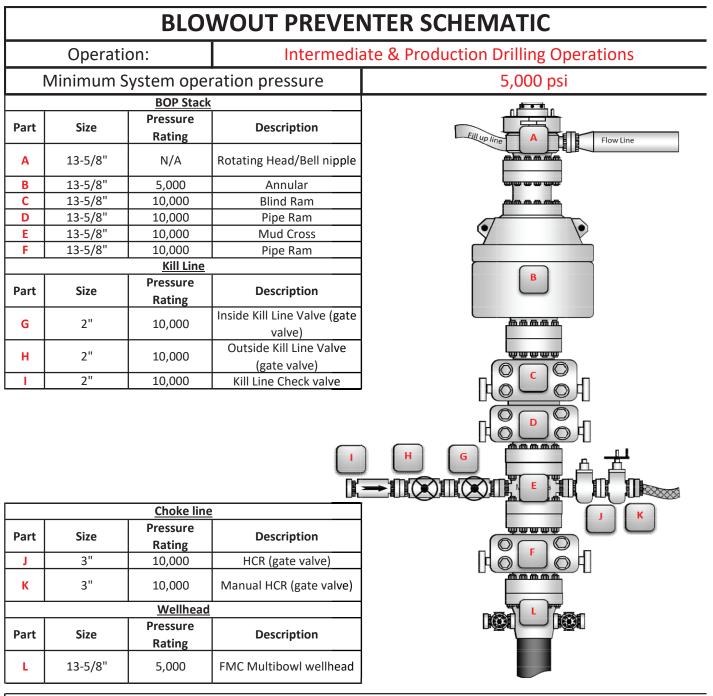
Pressure Rating (PSI): 5M

Rating Depth: 7837

Equipment: Chevron will have a minimum of a 5,000 psi rig stack for drill out below surface casing. The stack will be tested as specified in the attached testing requirements. Batch drilling of the surface, intermediate, and production will take place. A full BOP test will be performed per hole section, unless approval from BLM is received otherwise. Flex choke hose will be used for all wells on the pad (see attached specs and variance). BOP test will be conducted by a third party.

Requesting Variance? YES

Variance request: - Chevron respectfully request to vary from the Onshore Order 2 where it states: "(A full BOP Test) shall be performed: when initially installed and whenever any seal subject to test pressure is broken." We propose to break test if able to finish the next hole section within 21 days of the previous full



BOP Installation Checklist: The following items must be verified and checked off prior to pressure testing BOP equipment

The installed BOP equipment meets at least the minimum requirements (rating, type, size, configuration) as shown on this schematic. Components may be substituted for equivalent equipment rated to higher pressures. Additional components may be put into place as long as they meet or exceed the minimum pressure rating of the system.

All valves on the kill line and choke line will be full opening and will allow straight flow through.

Manual (hand wheels) or automatic locking devices will be installed on all ram preventers. Hand wheels will also be install on all manual valves on the choke and kill line.

A valve will be installed in the closing line as close as possible to the annular preventer to act as a locking device. This valve will remain open unless accumulator is inoperative.

Upper kelly cock valve with handle will be available on rig floor along with saved valve and subs to fit all drill string connections in use.

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

COMMENTS

Operator:	OGRID:
CHEVRON U S A INC	4323
6301 Deauville Blvd	Action Number:
Midland, TX 79706	198876
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

COMMENTS

Created By	Comment	Comment Date
kpickford	Defining well 30-015-50067 PATRON 35 36 FEDERAL STATE COM 29 #002H	3/21/2023

COMMENTS

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Action 198876

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Operator:	OGRID:
CHEVRON U S A INC	4323
6301 Deauville Blvd	Action Number:
Midland, TX 79706	198876
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Will require a name change complying with OCD policy prior to putting the well into production.	3/21/2023
kpickford	The pool assignment for this well has been corrected on the C-102. Subsequent sundries must reflect the correct pool.	3/21/2023
kpickford	Will require administrative order for non-standard spacing unit	3/21/2023
kpickford	Notify OCD 24 hours prior to casing & cement	3/21/2023
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104	3/21/2023
kpickford	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	3/21/2023
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing	3/21/2023
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system	3/21/2023

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