| Form 3160-3 (March 2012) Form 3160-3 (March 2012) UNITED STATES DEPARTMENT OF THE IN BUREAU OF LAND MANA | d Off | ice | | | | |
|--|----------------------------------|---|-------------------|---|---|-----------------|
| Form 3160-3 (March 2012) | obs | noBbe | 00 | FORM OMB N Expires O | APPROVI lo. 1004-01 October 31, 2 | 37 |
| DEPARTMENT OF THE I | NTERIOR | FEB 27 2 | 017 | 5. Lease Serial No. NMNM118723 | | |
| BUREAU OF LAND MANA APPLICATION FOR PERMIT TO D | AGEMENT DRILL OR | REENTERIV | En | 6. If Indian, Allotee | or Tribe | Name |
| la. Type of work: DRILL REENTED REENTED | R | | | 7. If Unit or CA Agre | eement, Na | ame and No. |
| Ib. Type of Well: Oil Well Gas Well Other | ✓ Sin | gle Zone 🔲 Multip | le Zone | 8. Lease Name and V SD WE 15 FED P9 | | 317 456) |
| 2. Name of Operator CHEVRON USA INC (4323) | | | | 9. API Well No. 30-025- | - 47 | 3641 |
| 3a. Address 6301 Deauville Blvd, Midland TX 79706 | 3b. Phone No. (432)687-7 | (include area code) 866 | | 10. Field and Pool, or I JENNINGS / UPPE | | |
| 4. Location of Well (Report location clearly and in accordance with any | State requireme | ents.*) | | 11. Sec., T. R. M. or B | lk. and Su | rvey or Area |
| At surface SESE / 12 FSL / 1446 FEL / LAT 32.035506 / | LONG -103 | .658395 | | SEC 15 / T26S / R | 32E / NI | MP |
| At proposed prod. zone NWNE / 180 FNL / 1662 FEL / LAT | 32.049677 | / LONG -103.6590 | 36 | | | |
| Distance in miles and direction from nearest town or post office* 33 miles | | | | 12. County or Parish LEA | | 13. State NM |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) | 16. No. of a 1280 | cres in lease | 17. Spacin 160 | ng Unit dedicated to this w | well | |
| 18. Distance from proposed location* | 19. Proposed | Depth | 20. BLM/ | BIA Bond No. on file | | |
| to nearest well, drilling, completed, 25 feet applied for, on this lease, ft. | 9063 feet / | 13943 feet | FED: C | A0329 | | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3157 feet | 22. Approxim 01/01/201 | nate date work will sta | rt* | 23. Estimated duratio 120 days | n | |
| 5157 1661 | 24. Attac | | | 120 days | | |
| The following, completed in accordance with the requirements of Onshore | | | ttached to th | nis form: | | |
| Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). Operator certification Such other site specific information and/or plans as may be required by the BLM. | | | | | | |
| 25. Signature | | (Printed/Typed) | 420)007 | 2075 | Date | 12010 |
| (Electronic Submission) | Denis | e Pinkerton / Ph: (| 432)687-1 | (375 | 08/03/ | /2016 |
| Regulatory Specialist | | | | | | |
| Approved by (Signature) (Electronic Submission) | | Name (Printed/Typed) Cody Layton / Ph: (575)234-5959 | | | Date 02/16 | /2017 |
| Title | Office | | | | | |
| Supervisor Multiple Resources Application approval does not warrant or certify that the applicant holds conduct operations thereon. Conditions of approval, if any, are attached. | HOBE s legal or equit | | ts in the sul | bject lease which would e | entitle the | applicant to |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cri States any false, fictitious or fraudulent statements or representations as to | ime for any pe o any matter w | erson knowingly and vithin its jurisdiction. | villfully to 1 | nake to any department of | or agency | of the United |
| (Continued on page 2) | ED WIT | H CONDITI | ONS | | | s on page 2) |

FMSS

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

APD ID: 10400003748 Operator Name: CHEVRON USA INC

Well Name: SD WE 15 FED P9

Well Type: OIL WELL

Submission Date: 08/03/2016 Federal/Indian APD: FED Well Number: 6H

Zip: 79706

Well Work Type: Drill

Application

Section 1 - General

| APD ID: 10400003748 | Tie to previous NOS? | Submission Date: 08/03/2016 |
|------------------------------------|-----------------------------|--|
| BLM Office: HOBBS | User: Denise Pinkerton | Title: Regulatory Specialist |
| Federal/Indian APD: FED | Is the first lease penetrat | ed for production Federal or Indian? FED |
| Lease number: NMNM118723 | Lease Acres: 1280 | |
| Surface access agreement in place? | Allotted? | Reservation: |
| Agreement in place? NO | Federal or Indian agreem | ent: |
| Agreement number: | | |
| Agreement name: | | |
| Keep application confidential? NO | | |
| Permitting Agent? NO | APD Operator: CHEVRO | N USA INC |
| Operator letter of designation: | | |
| Keep application confidential? NO | | |
| | | |

Operator Info

Operator Organization Name: CHEVRON USA INC Operator Address: 6301 Deauville Blvd. Operator PO Box: Operator City: Midland State: TX Operator Phone: (432)687-7866 Operator Internet Address:

Section 2 - Well Information

| Well in Master Development Plan? NO | Mater Development Plan name: |
|-------------------------------------|------------------------------|
| Well in Master SUPO? NO | Master SUPO name: |
| Well in Master Drilling Plan? NO | Master Drilling Plan name: |

APD Print Report

Highlight All Changes

24/2017

| 1. | CHEVRON USA INC | | | | |
|-------------------|--|--------------------------|------------------|--------------------------|--|
| Well Name: SD V | NE 15 FED P9 | Well No | umber: 6H | | |
| | | | | | |
| Well Name: SD V | VE 15 FED P9 | Well Numb | er: 6H | Well API Number: | |
| Field/Pool or Exp | bloratory? Field and Pool | Field Name | : JENNINGS | Pool Name: UPPER BN SPR | |
| Is the proposed v | well in an area containing other r | nineral resource | s? OIL | SHALE | |
| Describe other m | ninerals: | | | | |
| Is the proposed | well in a Helium production area | ? N Use Existin | ng Well Pad? NO | New surface disturbance? | |
| Type of Well Pad | : MULTIPLE WELL | Multiple We WE 15 FED | ell Pad Name: SD | Number: 5H-8H | |
| Well Class: HOR | IZONTAL | Number of | | | |
| Well Work Type: | Drill | | | | |
| Well Type: OIL W | /ELL | | | | |
| Describe Well Ty | pe: | | | | |
| Well sub-Type: If | NFILL | | | | |
| Describe sub-typ | be: | | | | |
| Distance to town | | to nearest well: 2 | 25 FT Distan | ce to lease line: 12 FT | |
| | pacing assigned acres Measuren | | | | |
| | WE 15 FED P9 6H C-102_07-27-2 | | | | |
| | SD WE 15 Fed P9 6H Well Pad_08-02-2016.pdf | | | | |
| Well work start D | Date: 01/01/2017 | Duration: 1 | 120 DAYS | | |
| Section 3 | 3 - Well Location Table | | | | |
| Survey Type: RE | CTANGULAR | | | | |
| Describe Survey | Туре: | | | | |
| Datum: NAD27 | · · · · · | Vertical Da | tum: NGVD29 | | |
| Survey number: | | | | | |
| | STATE: NEW MEXICO | Meridian: NEW | MEXICO PRINCIPAL | County: LEA | |
| | Latitude: 32.035506 | Longitude: -103 | .658395 | | |
| SHL | Elevation: 3157 | MD: 0 | | TVD : 0 | |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM | 118723 | | |
| | NS-Foot: 12 | NS Indicator: | FSL | | |
| | EW-Foot: 1446 | EW Indicator: | FEL | | |
| | Twsp: 26S | Range: 32E | | Section: 15 | |

Lot:

Aliquot: SESE

Tract:

| Well Name: SD | WE 15 | FED P9 |
|---------------|-------|--------|
|---------------|-------|--------|

a

Well Number: 6H

| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRINCIPAL County: LEA |
|----------|----------------------|--|
| | Latitude: 32.049677 | Longitude: -103.659036 |
| KOP | Elevation: -5430 | MD: 8602 TVD: 8587 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 |
| | NS-Foot: 180 | NS Indicator: FNL |
| | EW-Foot: 1662 | EW Indicator: FEL |
| | Twsp: 26S | Range: 32E Section: 15 |
| | Aliquot: NWNE | Lot: Tract: |
| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRINCIPAL County: LEA |
| | Latitude: 32.049677 | Longitude: -103.659036 |
| PPP | Elevation: -5839 | MD: 9093 TVD: 8996 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 |
| | NS-Foot: 180 | NS Indicator: FNL |
| | EW-Foot: 1662 | EW Indicator: FEL |
| | Twsp: 26S | Range: 32E Section: 15 |
| | Aliquot: NWNE | Lot: Tract: |
| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRINCIPAL County: LEA |
| | Latitude: 32.049677 | Longitude: -103.659036 |
| EXIT | Elevation: -5906 | MD: 13793 TVD: 9063 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 |
| | NS-Foot: 180 | NS Indicator: FNL |
| | EW-Foot: 1662 | EW Indicator: FEL |
| | Twsp: 26S | Range: 32E Section: 15 |
| | Aliquot: NWNE | Lot: Tract: |
| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRINCIPAL County: LEA |
| | Latitude: 32.049677 | Longitude: -103.659036 |
| BHL | Elevation: -5906 | MD: 13943 TVD: 9063 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 |
| | NS-Foot: 180 | NS Indicator: FNL |
| | EW-Foot: 1662 | EW Indicator: FEL |
| | | |

| Well Name: SD WE 15 FED P9 | Well | Number: 6H | |
|----------------------------------|-------------------------|-------------------------|--|
| | | | |
| Twsp: 26S | Range: 32E | Section: 15 | |
| Aliquot: NWNE | Lot: | Tract: | |
| | Drilling Pla | n | |
| Section 1 - Geologic | Formations | | |
| D: Surface formation | Name: RUSTLER | | |
| Lithology(ies): | | | |
| ANHYDRITE | | | |
| Elevation: 3157 | True Vertical Depth: 0 | Measured Depth: 0 | |
| Mineral Resource(s): | | | |
| NONE | | | |
| Is this a producing formation? N | | | |
| ID: Formation 1 | Name: CASTILE | | |
| Lithology(ies): | | | |
| DOLOMITE | | | |
| Elevation: 157 | True Vertical Depth: 30 | 00 Measured Depth: 3000 | |
| Mineral Resource(s): | | | |
| NONE | | | |
| s this a producing formation? N | | | |
| D: Formation 2 | Name: LAMAR LS | | |
| Lithology(ies): | | | |
| LIMESTONE | | | |
| Elevation: -1543 | True Vertical Depth: 47 | 00 Measured Depth: 4700 | |
| Mineral Resource(s): | | | |
| | | | |

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| Operator Name: CHEVRON USA INC | | |
|----------------------------------|---------------------------|----------------------|
| Well Name: SD WE 15 FED P9 | Well Number: 6H | |
| ID: Formation 3 | Name: BELL CANYON | |
| Lithology(ies): | | |
| SANDSTONE | | |
| Elevation: -1823 | True Vertical Depth: 4980 | Measured Depth: 4980 |
| Mineral Resource(s): | | |
| NONE | | |
| Is this a producing formation? N | | |
| ID: Formation 4 | Name: CHERRY CANYON | |
| Lithology(ies): | | |
| SANDSTONE | | |
| Elevation: -2718 | True Vertical Depth: 5875 | Measured Depth: 5875 |
| Mineral Resource(s): | | |
| NONE | | |
| Is this a producing formation? N | | |
| ID: Formation 5 | Name: BRUSHY CANYON | |
| Lithology(ies): | | |
| SANDSTONE | | |
| Elevation: -4268 | True Vertical Depth: 7425 | Measured Depth: 7425 |
| Mineral Resource(s): | The ventical Depth. 7425 | Measured Depth. 1425 |
| NONE | | |
| Is this a producing formation? N | | |
| ID: Formation 6 | Name: BONE SPRING | |
| Lithology(ies): | | |
| LIMESTONE | | |
| | | |
| Elevation: -5648 | True Vertical Depth: 8805 | Measured Depth: 8805 |
| Mineral Resource(s): | | |
| NONE | | |

a

| 0 | | |
|--|--|--|
| Operator Name: CHEVRON USA INC | | |
| Well Name: SD WE 15 FED P9 | Well Number: | 6H |
| | | |
| Is this a producing formation? N | | |
| ID: Formation 7 | Name: AVALON | |
| Lithology(ies): | | |
| SHALE | | |
| | | |
| Elevation: -5893 | True Vertical Depth: 9050 | Measured Depth: 9050 |
| Mineral Resource(s): | | |
| OIL | | |
| Is this a producing formation? Y | | |
| Section 2 - Blowout Pr | evention | |
| Pressure Rating (PSI): 5M | Rating Depth: 20000 | |
| Equipment: Minimum of a 5000 psi rig | stack (see proposed schematic) for dri | Il out below surface casing. |
| Requesting Variance? NO | | |
| Variance request: | | |
| Testing Procedure: Stack will be teste psi in Ram and 250 to 3500 in Annular. | | equirements. Test BOP from 250 psi to 5000 |
| Choke Diagram Attachment: | | |
| SD WE 15 FED P9 5-8H 5K | BOPE and Choke Schematic_08-02-20 | 016.pdf |
| BOP Diagram Attachment: | | |
| SD WE 15 FED P9 5-8H 5K | BOPE and Choke Schematic_08-02-20 | 016.pdf |
| | | |

Section 3 - Casing

.

Well Name: SD WE 15 FED P9

Well Number: 6H

| String Type: SURFACE | Other String Type: | |
|-------------------------------------|--------------------|---------------------------------|
| Hole Size: 17.5 | | |
| Top setting depth MD: 0 | | Top setting depth TVD: 0 |
| Top setting depth MSL: -5906 | | |
| Bottom setting depth MD: 670 | | Bottom setting depth TVD: 670 |
| Bottom setting depth MSL: -6576 | | |
| Calculated casing length MD: 670 | | |
| Casing Size: 13.375 | Other Size | |
| Grade: J-55 | Other Grade: | |
| Weight: 55 | | |
| Joint Type: STC | Other Joint Type: | |
| Condition: NEW | | |
| Inspection Document: | | |
| Standard: API | | |
| Spec Document: | | |
| Tapered String?: N | | |
| Tapered String Spec: | | |
| Safety Factors | | |
| Collapse Design Safety Factor: 1.92 | 2 | Burst Design Safety Factor: 1.4 |
| | | |

Joint Tensile Design Safety Factor type: DRY Body Tensile Design Safety Factor type: DRY Casing Design Assumptions and Worksheet(s): Burst Design Safety Factor: 1.4 Joint Tensile Design Safety Factor: 2.4 Body Tensile Design Safety Factor: 1.75

SD WE 15 Fed P9 6H 9ppt Plan_08-02-2016.pdf

| Operator Name: CHEVRON USA INC | |
|-----------------------------------|--------------------------------|
| Well Name: SD WE 15 FED P9 | Well Number: 6H |
| | |
| String Type: INTERMEDIATE | Other String Type: |
| Hole Size: 12.25 | |
| Top setting depth MD: 0 | Top setting depth TVD: 0 |
| Top setting depth MSL: -5906 | |
| Bottom setting depth MD: 4530 | Bottom setting depth TVD: 4517 |
| Bottom setting depth MSL: -10423 | |
| Calculated casing length MD: 4530 | |
| Casing Size: 9.625 | Other Size |
| Grade: HCK-55 | Other Grade: |
| Weight: 40 | |
| Joint Type: LTC | Other Joint Type: |
| Condition: NEW | |
| Inspection Document: | |
| Standard: API | |
| Spec Document: | |
| Tapered String?: N | |
| Tapered String Spec: | |
| Safety Factors | |

Collapse Design Safety Factor: 3.02 Joint Tensile Design Safety Factor type: DRY Body Tensile Design Safety Factor type: DRY Casing Design Assumptions and Worksheet(s): Burst Design Safety Factor: 1.21 Joint Tensile Design Safety Factor: 2.15 Body Tensile Design Safety Factor: 1.48

SD WE 15 Fed P9 6H 9ppt Plan_08-02-2016.pdf

Operator Name: CHEVRON USA INC Well Name: SD WE 15 FED P9 Well Number: 6H String Type: PRODUCTION **Other String Type:** Hole Size: 8.75 Top setting depth MD: 0 Top setting depth TVD: 0 Top setting depth MSL: -5906 Bottom setting depth MD: 13943 Bottom setting depth TVD: 9063 Bottom setting depth MSL: -14969 Calculated casing length MD: 13943 Other Size Casing Size: 5.5 Grade: HCP-110 Other Grade: Weight: 20 Joint Type: OTHER Other Joint Type: TXP BTC S Condition: NEW **Inspection Document:** Standard: API Spec Document: Tapered String?: N **Tapered String Spec:**

Safety Factors

Collapse Design Safety Factor: 2.51 Joint Tensile Design Safety Factor type: DRY Body Tensile Design Safety Factor type: DRY Casing Design Assumptions and Worksheet(s): Burst Design Safety Factor: 1.3 Joint Tensile Design Safety Factor: 2.48 Body Tensile Design Safety Factor: 1.51

SD WE 15 Fed P9 6H 9ppt Plan_08-02-2016.pdf

SALADO DRAW PROD CSG SPEC_09-26-2016.pdf

Section 4 - Cement

Casing String Type: SURFACE

Operator Name: CHEVRON USA INC Well Name: SD WE 15 FED P9

Well Number: 6H

Stage Tool Depth:

Lead

Top MD of Segment: 0 Additives: None Density: 14.8

Bottom MD Segment: 670 Quantity (sks): 801 Volume (cu.ft.): 193

Bottom MD Segment: 3530

Bottom MD Segment: 4530

Quantity (sks): 1022

Volume (cu.ft.): 442

Quantity (sks): 464

Volume (cu.ft.): 110

Cement Type: Class C Yield (cu.ff./sk): 1.35 Percent Excess:

Casing String Type: INTERMEDIATE

Stage Tool Depth:

Lead

Top MD of Segment: 0 Additives: None Density: 11.9 <u>Tail</u> Top MD of Segment: 3530

Additives: None Density: 14.8

Casing String Type: PRODUCTION

Stage Tool Depth:

Lead

Top MD of Segment: 3680 Additives: None Density: 12.5 <u>Tail</u>

Top MD of Segment: 12943 Additives: None Density: 15 Bottom MD Segment: 12943 Quantity (sks): 1614 Volume (cu.ft.): 264

Bottom MD Segment: 13943 Quantity (sks): 116 Volume (cu.ft.): 45 Cement Type: 50:50 Poz Class C Yield (cu.ff./sk): 2.43 Percent Excess: 150

Cement Type: Class C Yield (cu.ff./sk): 1.33 Percent Excess: 85

Cement Type: TXI Yield (cu.ff./sk): 1.62 Percent Excess: 35

Cement Type: Acid Soluble Yield (cu.ff./sk): 2.18 Percent Excess:

Well Name: SD WE 15 FED P9

Well Number: 6H

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: In compliance with onshore order #2

Describe the mud monitoring system utilized: Visual Mud Monitoring Eqpt, PVT, Stroke Counter, Flow sensor in compliance with Onshore Order #2

Circulating Medium Table

| Top Depth: 0 | Bottom Depth: 670 |
|-----------------------------|--------------------------------|
| Mud Type: SPUD MUD | |
| Min Weight (lbs./gal.): 8.3 | Max Weight (Ibs./gal.): 8.7 |
| Density (lbs/cu.ft.): | Gel Strength (lbs/100 sq.ft.): |
| PH: | Viscosity (CP): |
| Filtration (cc): | Salinity (ppm): |
| Additional Characteristics: | |
| Top Depth: 670 | Bottom Depth: 4530 |
| Mud Type: WATER-BASED MUD | |
| Min Weight (Ibs./gal.): 9.5 | Max Weight (Ibs./gal.): 10.1 |
| Density (lbs/cu.ft.): | Gel Strength (Ibs/100 sq.ft.): |
| PH: | Viscosity (CP): |
| Filtration (cc): | Salinity (ppm): |
| Additional Characteristics: | |

Operator Name: CHEVRON USA INC Well Name: SD WE 15 FED P9

| Top Depth: 4530 |
|-----------------------------|
| Mud Type: OTHER |
| Min Weight (Ibs./gal.): 8.3 |
| Density (lbs/cu.ft.): |
| PH: |
| Filtration (cc): |
| Additional Characteristics: |

Well Number: 6H

Bottom Depth: 13943 Oil Based Mud Max Weight (Ibs./gal.): 9.6 Gel Strength (Ibs/100 sq.ft.): Viscosity (CP): Salinity (ppm):

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures: Drill Stem tests not planned List of open and cased hole logs run in the well: MWD Coring operation description for the well: Conventional whole core samples are not planned; Directional survey to be run

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4500

Anticipated Surface Pressure: 2506.14

Anticipated Bottom Hole Temperature(F): 160

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

SD WE 15 FED P9 5-8H H2S Plan_08-02-2016.docx

Well Name: SD WE 15 FED P9

Well Number: 6H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

SD WE 15 Fed P9 No. 6H_Prelim 2_Plot_08-03-2016.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:

SUPO

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

SD WE 15 Fed P9 6H Roads_07-27-2016.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? YES Existing Road Improvement Description: Repair pot holes, clear ditches, repair crown, etc. Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

SD WE 15 Fed P9 6H Well Pad_07-27-2016.pdf

New road type: LOCAL

Length: 62

- (0/) 0

Width (ft.): 14

Max slope (%): 2 Max grade (%): 3

Feet

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: See Surface Use Plan

New road access plan or profile prepared? NO

Well Name: SD WE 15 FED P9

Well Number: 6H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 0

Offsite topsoil source description:

Onsite topsoil removal process: None needed

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Ditching on both Sides of Road

Road Drainage Control Structures (DCS) description: Ditching on both Sides of Road

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES Attach Well map: SD WE 15 FED P9 6H Mile Radius_08-02-2016.pdf Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT Estimated Production Facilities description: Production Facilities description: Production Facilities map: SD WE 15 P9 AerialDetail_09-26-2016.pdf Well Name: SD WE 15 FED P9

Well Number: 6H

Section 5 - Location and Types of Water Supply

Water Source Table

| Water source use type: INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE CASING Describe type: GW Well or Recycled Water | Water source type: OTHER |
|---|---|
| Source latitude: | Source longitude: |
| Source datum: | · · · · · · |
| Water source permit type: PRIVATE CONTRACT | |
| Source land ownership: PRIVATE | |
| Water source transport method: PIPELINE | |
| Source transportation land ownership: OTHER | Describe transportation land ownership: |
| Water source volume (barrels): 659461.25 | Source volume (acre-feet): 85 |
| Source volume (gal): 27697372 | |
| Water source and transportation map: | |

SD WE 15 P9_AerialDetail_09-26-2016.pdf

Water source comments:

New water well? NO

New Water Well Info

| Well latitude: | Well Longitude: | Well datum: |
|-------------------------------------|--------------------|-------------------|
| Well target aquifer: | | |
| Est. depth to top of aquifer(ft): | Est thickness o | f aquifer: |
| Aquifer comments: | | |
| Aquifer documentation: | | |
| Well depth (ft): | Well casing type: | |
| Well casing outside diameter (in.): | Well casing inside | e diameter (in.): |
| New water well casing? | Used casing sour | ce: |
| Drilling method: | Drill material: | |
| Grout material: | Grout depth: | |
| Casing length (ft.): | Casing top depth | (ft.): |
| Well Production type: | Completion Metho | od: |
| Water well additional information: | | |
| State appropriation permit: | | |

Well Name: SD WE 15 FED P9

Well Number: 6H

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be sourced from a pit in section 22, T26S-R33E or an alternative pit in section 21, T26S-R32E, Lea County, NM Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: Garbage and Trash produced during drilling

Amount of waste: 200 pounds

Waste disposal frequency : Daily

Safe containment description: Will be collected in trash container and & disposed of at State Approved Facility

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: STATE FACILITY Disposal type description:

Disposal location description: State Approved Disposal Facility

Reserve Pit

Reserve pit width (ft.)

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO Are you storing cuttings on location? NO Description of cuttings location Cuttings area length (ft.) Cuttings area depth (ft.) Is at least 50% of the cuttings area in cut?

Cuttings area width (ft.) Cuttings area volume (cu. yd.)

Page 16 of 26

Well Name: SD WE 15 FED P9

Well Number: 6H

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

SD WE 15 Fed P9 6H Well Pad_09-26-2016.pdf SD WE 15 FED P9 5-8H Rig Layout _09-26-2016.pdf Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: NEW

Recontouring attachment:

SD WE 15 P9 6H_SUP_09-26-2016.pdf SD WE 15 Fed P9 8H Reclamation 09-26-2016.pdf Drainage/Erosion control construction: See SUP Drainage/Erosion control reclamation: See SUP Wellpad long term disturbance (acres): 2.5 Access road long term disturbance (acres): 0.02 Pipeline long term disturbance (acres): 1.071855 Other long term disturbance (acres): 0 Total long term disturbance: 3.5918548 Reconstruction method: See SUP Topsoil redistribution: See SUP Soil treatment: See SUP Existing Vegetation at the well pad: Mesquite, Shrubs, Grass Existing Vegetation at the well pad attachment: Existing Vegetation Community at the road: Mesquite, Shrubs, Grass Existing Vegetation Community at the road attachment:

Wellpad short term disturbance (acres): 4 Access road short term disturbance (acres): 0.02 Pipeline short term disturbance (acres): 1.071855 Other short term disturbance (acres): 0 Total short term disturbance: 5.091855

Well Name: SD WE 15 FED P9

Existing Vegetation Community at the pipeline: Mesquite, Shrubs, Grass

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: Mesquite, Shrubs, Grass

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

| Seed type: | Seed source: |
|----------------------|--------------------------|
| Seed name: | |
| Source name: | Source address: |
| Source phone: | |
| Seed cultivar: | |
| Seed use location: | |
| PLS pounds per acre: | Proposed seeding season: |

Seed Summary

Total pounds/Acre:

Seed Type

Pounds/Acre

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

| First Name: | Last Name: |
|-------------|------------|
| Phone: | Email: |
| | |

Seedbed prep:

Seed BMP:

Seed method:

Well Name: SD WE 15 FED P9

Well Number: 6H

Existing invasive species? NO Existing invasive species treatment description: Existing invasive species treatment attachment: Weed treatment plan description: None Needed Weed treatment plan attachment: Monitoring plan description: None Needed Monitoring plan attachment: Success standards: N/A Pit closure description: N/A Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: NEW ACCESS ROAD Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office: State Local Office: Military Local Office: USFWS Local Office: USFS Region: USFS Forest/Grassland:

USFS Ranger District:

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Well Name: SD WE 15 FED P9

Well Number: 6H

Disturbance type: EXISTING ACCESS ROAD Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office: State Local Office: Military Local Office: USFWS Local Office: USFS Region: USFS Forest/Grassland:

USFS Ranger District:

Disturbance type: PIPELINE Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office: State Local Office: Military Local Office: USFWS Local Office: USFS Region: USFS Forest/Grassland:

USFS Ranger District:

Well Name: SD WE 15 FED P9

Well Number: 6H

Disturbance type: WELL PAD Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office: State Local Office: Military Local Office: USFWS Local Office: USFS Region: USFS Forest/Grassland:

USFS Ranger District:

Use APD as ROW? YES

Section 12 - Other Information

Right of Way needed? YES ROW Type(s): 288100 ROW – O&G Pipeline,Other

ROW Applications

SUPO Additional Information: Use a previously conducted onsite? YES Previous Onsite information: Hard Staked 4/16/2016 with Paul Murphy

Other SUPO Attachment

PWD

Well Name: SD WE 15 FED P9

Well Number: 6H

Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO Produced Water Disposal (PWD) Location: **PWD** surface owner: Lined pit PWD on or off channel: Lined pit PWD discharge volume (bbl/day): Lined pit specifications: Pit liner description: Pit liner manufacturers information: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Lined pit precipitated solids disposal schedule: Lined pit precipitated solids disposal schedule attachment: Lined pit reclamation description: Lined pit reclamation attachment: Leak detection system description: Leak detection system attachment: Lined pit Monitor description: Lined pit Monitor attachment: Lined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Lined pit bond number:

PWD disturbance (acres):

Well Name: SD WE 15 FED P9

Well Number: 6H

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Well Name: SD WE 15 FED P9

Well Number: 6H

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: Injection PWD discharge volume (bbl/day): Injection well mineral owner: Injection well type: Injection well type: Injection well number: Assigned injection well API number? Injection well new surface disturbance (acres): Minerals protection information: Mineral protection attachment: Underground Injection Control (UIC) Permit? UIC Permit attachment:

PWD disturbance (acres):

Injection well name: Injection well API number:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: Surface discharge PWD discharge volume (bbl/day): Surface Discharge NPDES Permit? Surface Discharge NPDES Permit attachment: Surface Discharge site facilities information: Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

PWD disturbance (acres):

PWD disturbance (acres):

4

Operator Name: CHEVRON USA INC

Well Name: SD WE 15 FED P9

Well Number: 6H

Other regulatory requirements attachment:

Bond Info

Bond Information

Federal/Indian APD: FED

BLM Bond number: CA0329

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

Operator Certification

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

 NAME: Denise Pinkerton
 Signed on: 07/27/2016

 Title: Regulatory Specialist
 Street Address: 6301 Deauville Blvd

 City: Midland
 State: TX
 Zip: 79706

 Phone: (432)687-7375
 Email address: leakejd@chevron.com

Field Representative

| Representative Name: | |
|----------------------|--|
| Street Address: | |

State:

Well Number: 6H

City:

Well Name: SD WE 15 FED P9

Zip:

Phone:

Email address:

Payment Info

Payment

APD Fee Payment Method:BLM DIRECTCBS Receipt number:3615590