

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED  
OMB NO. 1004-0137  
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on page 2**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM86172 ✓
2. Name of Operator ✓ CHEVRON USA INC Contact: CINDY H MURILLO E-Mail: CERRERAMURILLO@CHEVRON.COM		6. If Indian, Allottee or Tribe Name
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706	3b. Phone No. (include area code) Ph: 575-263-0431 Fx: 575-263-0445	7. Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) ✓ Sec 17 T20S R35E Mer NMP NWSE 1830FSL 2055FEL		8. Well Name and No. APPLESEED 17 FEDERAL 4 ✓
		9. API Well No. 30-025-36382 ✓
		10. Field and Pool or Exploratory Area BONE SPRING
		11. County or Parish, State LEA COUNTY, NM ✓

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

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

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

CHEVRON USA INC IS RESPONDING TO WRITTEN ORDER 17JSL114. PLEASE FIND ATTACHED A COPY OF CURRENT SITE FACILITY DIAGRAM FOR THE APPLESEED 17 FEDERAL 4. SPOKE TO JON STATON ON 05/11/2017 AND HAS GIVEN US UNTIL 05/15/2017 TO SUBMIT DIAGRAM. IF YOU HAVE ANY QUESTIONS, PLEASE GIVE ME A CALL.

Submitted for Record Purposes.

Approval Subject to Onsite Inspection.

Date: 2-28-18

D McKINNEY

Approved 17# - A

14. I hereby certify that the foregoing is true and correct. Electronic Submission #376117 verified by the BLM Well Information System For CHEVRON USA INC, sent to the Hobbs Committed to AFMSS for processing by DEBORAH MCKINNEY on 05/15/2017 ()	
Name (Printed/Typed) CINDY H MURILLO	Title PERMITTING SPECIALIST
Signature (Electronic Submission)	Date 05/15/2017

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

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

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

(Instructions on page 2)

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***



Rec'd 4-11-17

Form 3160-9  
(December 1989)**OPERATOR COPY**

V170403

Number 17JLS114

Page \_\_\_\_ of \_\_\_\_

<input checked="" type="checkbox"/>	Certified Mail - Return Receipt Requested 70160340000019467899
<input type="checkbox"/>	Hand Delivered Received by

**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

**NOTICE OF INCIDENTS OF NONCOMPLIANCE**

Identification	
IID	
Lease	NMNM86172
CA	
Unit	
PA	

Bureau of Land Management Office <b>HOBBS INSPECTION OFFICE</b>				Operator <b>CHEVRON USA INCORPORATED</b>			
Address <b>414 WEST TAYLOR HOBBS NM 88240</b>				Address <b>6301 DEAUVILLE BLVD MIDLAND TX 79706</b>			
Telephone <b>575.393.3612</b>				Attention <b>CHEVRON USA INCORPORATED</b>			
Inspector <b>STATON</b>				Attn Addr <b>6301 DEAUVILLE BLVD MIDLAND TX 79706</b>			
Site Name <b>APPLESEED 17 4</b>	Well/Facility/FMP <b>A</b>	1/4 1/4 Section <b>NWSE 17</b>	Township <b>20S</b>	Range <b>35E</b>	Meridian <b>NMP</b>	County <b>LEA</b>	State <b>NM</b>
Site Name <b>APPLESEED 17 FEDERAL</b>	Well/Facility/FMP <b>04</b>	1/4 1/4 Section <b>NWSE 17</b>	Township <b>20S</b>	Range <b>35E</b>	Meridian <b>NMP</b>	County <b>LEA</b>	State <b>NM</b>

THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE

Date	Time (24 - hour clock)	Violation	Gravity of Violation
04/05/2017	15:57	Onshore Order #2 (I)	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
05/14/2017			43 CFR 3163.1(i)

**Remarks**

This office **does not have a current site facility diagram on file**. Submit to this office a current site facility diagram which accurately reflects production equipment, piping and metering systems at site. Failure to comply will result in monetary assessments.

When violation is corrected, sign this notice and return to above address

Company Representative Title Permitting Specialist Signature Cindy Hanna-Munich Date 05/15/2017  
 Company Comments Please find attached a current Site Facility Diagram for the above location. Spoke to Jon Staton and he has given us until 05/15/2017 to submit sundry with Site Facility Diagram.

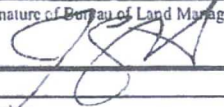
**WARNING**

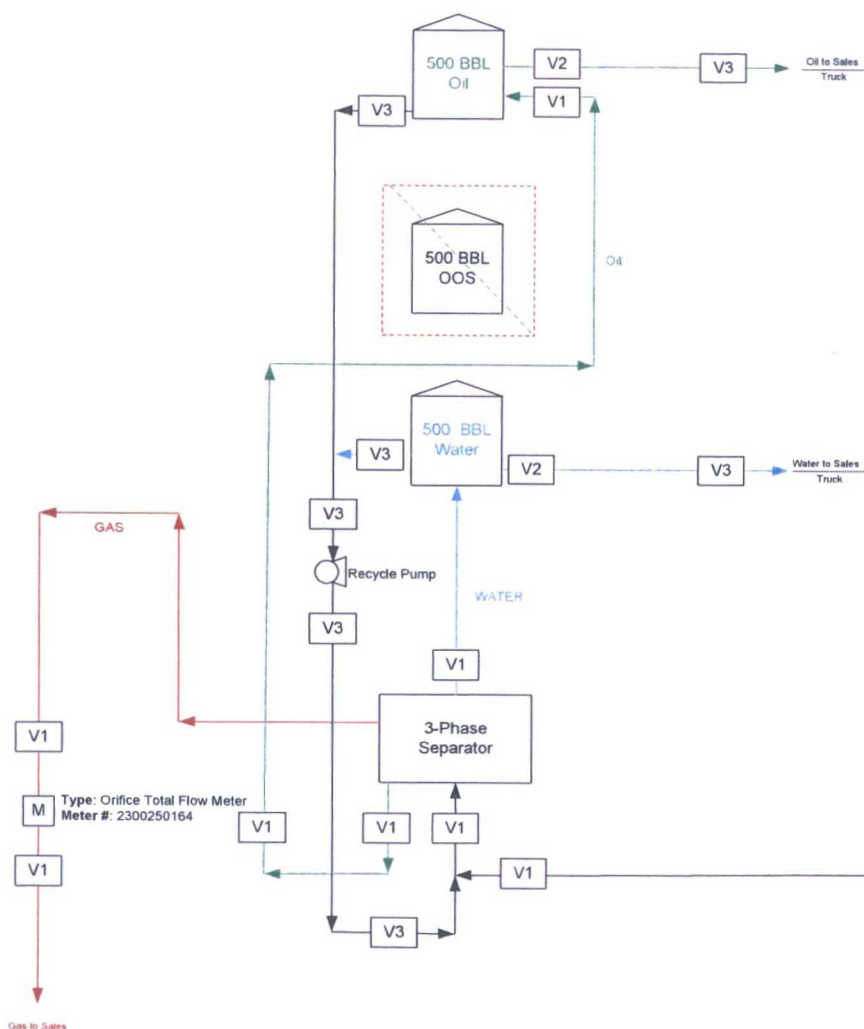
Incidents of Noncompliance correction and reporting timeframes begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By" you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits, false, inaccurate, or misleading reports, notices, affidavits, record, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

**REVIEW AND APPEAL RIGHTS**

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer 		Date <b>20170406</b>	Time <b>13:26</b>
<b>FOR OFFICE USE ONLY</b>			
Number <b>15</b>	Date	Assessment	Penalty
Type of Inspection <b>PI</b>	Termination		



Jon,  
Nothing in Facility  
in AFMSS I - match  
this diagram.  
Bret Kering

AppleSeed 17 Federal #004  
API 30-025-36382

Wellhead

**Valve Key:**  
V1: Normally Open  
V2: Sealed Closed (except for hauling)  
V3: Normally Closed

**CHEVRON U.S.A. Inc.**

Appleseed 17 Federal #004  
API #: 30-025-36382

Site Facility Diagram  
J-17-20S-35E 1830 FSL 2055 FEL

Lea County, New Mexico  
May 2017