

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

HOBBS OCD

FORM APPROVED  
OMB NO. 1004-0135  
Expires: July 31, 2010**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.*

MAY 22 2013

5. Lease Serial No.  
NMMN56263

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

RECEIVED

|  |   |   |
|--|---|---|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other |   | 8. Well Name and No.<br>CODORNIZ 28 FEDERAL 2 ✓           |
| 2. Name of Operator<br>CHEVRON U.S.A. INC. ✓   |   | 9. API Well No.<br>30-025-36196 ✓                         |
| 3a. Address<br>15 SMITH ROAD<br>MIDLAND, TX 79705  | 3b. Phone No. (include area code)<br>Ph: 432-687-7375 | 10. Field and Pool, or Exploratory<br>QUAIL RIDGE; MORROW |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>Sec 28 T19S R34E Mer NMP 1980FSL 660FWL ✓              |   | 11. County or Parish, and State<br>LEA COUNTY, NM         |

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

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |   |
|--|---|---|--|---|
| <input checked="" 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 type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <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       | Successor of Operator                     |
|  | <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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

CHANGE OF OPERATOR WAS FILED AND APPROVED BY THE NMOCD FOR THE SUBJECT WELL.

PREVIOUS OPERATOR: CHESAPEAKE (147179)  
NEW OPERATOR: CHEVRON U.S.A. INC. (4323)  
EFFECTIVE DATE OF CHANGE: 01/15/2013

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof described above.

Bond Coverage: CA0329

RECEIVED

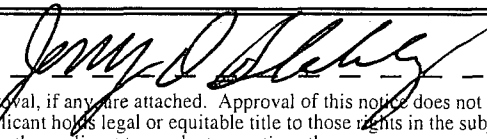
MAY 13 2013

NMOCD ARTESIA

SEE ATTACHED FOR  
CONDITIONS OF APPROVALAccepted for record  
NMOCDSUBJECT TO LIKE  
APPROVAL BY STATE

|  |                             |
|--|-----------------------------|
| 14. I hereby certify that the foregoing is true and correct.   |                             |
| Electronic Submission #204919 verified by the BLM Well Information System<br>For CHEVRON U.S.A. INC., sent to the Hobbs<br>Committed to AFMSS for processing by JOHNNY DICKERSON on 04/23/2013 ( ) |                             |
| Name (Printed/Typed) DENISE PINKERTON  | Title REGULATORY SPECIALIST |
| Signature (Electronic Submission)  | Date 04/22/2013             |

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 |      |

APPROVED

MAY - 7 2013

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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

MAY 23 2013

**BUREAU OF LAND MANAGEMENT  
Carlsbad Field Office  
620 East Greene Street  
Carlsbad, New Mexico 88220  
575-234-5972**

**Conditions of Approval**

**Chevron USA Inc.  
Codorniz 28 Federal #2  
NMNM56263 3002536196**

1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
2. Submit for approval of water disposal method.
3. Submit updated facility diagrams as per Onshore Order #3
4. This agency shall be notified of any spill or discharge as required by NTL-3A.
5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
6. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
7. Subject to like approval by NMOCD.