

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTCarlsbad Field Office
OCD HobbsBLM 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.*Case Serial No.
NMNM96242

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

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

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

ARCHIE FEDERAL 1

2. Name of Operator

CHEVRON USA INC

Contact: CINDY H MURILLO

E-Mail: CERRERAMURILLO@CHEVRON.COM

9. API Well No.

30-025-36507

3a. Address

6301 DEAUVILLE BLVD
MIDLAND, TX 79706

3b. Phone No. (include area code)

Ph: 575-263-0431

Fx: 575-263-0445

10. Field and Pool or Exploratory Area

E-K;BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 26 T18S R33E Mer NMP SENE 2150FNL 530FEL

HOBBS OCD**JUL 24 2017**

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

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Hydraulic Fracturing☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other
ShutIn Notice

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 RESPECTFULLY REQUESTS FOR A SHUT IN/TA STATUS ON THE ABOVE WELL. THIS WELL IS CURRENTLY DOWN DUE TO THIRD PARTY ISSUES. CHEVRON PLANS ON EVALUATING ECONOMICS OF THIS WELL PENDING THE COMPLETION OF AN ENGINEERING AND GEOLOGICAL REVIEW TO ASSESS THE FEASIBILITY AND OPTIONS OF CONTINUED BENEFICIAL USE FOR THIS WELL. AN ADDITIONAL 3160-5 NOTICE TO INTENT TO RETURN WELL TO PRODUCTION WILL BE SUBMITTED TO BLM. IF YOU HAVE ANY QUESTIONS, PLEASE CONTACT TYLER YANCEY/PRODUCTION ENGINEER AT 432-687-7522.

07/17/17 Shut-In Status Accepted for Record from the 04/2017 month of last reported production until the BLM designated renewal date of 04/25/2018 with an attached written order.

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #371054 verified by the BLM Well Information System
For CHEVRON USA INC, sent to the Hobbs
Committed to AFMSS for processing by DEBORAH HAM on 03/29/2017 ()

Name (Printed/Typed) CINDY H MURILLO

Title PERMITTING SPECIALIST

Signature (Electronic Submission)

Date 03/27/2017

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title TPET

Date 07/17/17

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

**BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD 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 ****

Shut-In Status Accepted

Chevron USA Incorporated

Apache - 01, API 3002536507

T18S-R33E, Sec 26, 2150FNL & 530FEL

07/17/2017 – SI status accepted for record until 04/25/2018 (the BLM designated renewal date). Beginning the last report month of monthly production 04/2017 shut-in status accepted with this attached Written Order. pswartz

This well accepted for a Shut-In Status of one year. **For BLM shut-in status the current well lift equipment condition are required to be capable of production when activated.**

- 1) On or before the BLM designated renewal date, submit a notice of intent sundry describing preparation for recompletion or abandonment (temporary or permanent) for BLM approval or a subsequent sundry for continued SI status acceptance.
- 2) A BLM approved workover or recompletion will extend compliant Shut-In Status 90 days.
- 3) For continued compliant SI status for a producing well submit a subsequent sundry listing:
 - a. The production lift method.
 - b. A Lease Operating Statement (L.O.S.) for the 12 most recent consecutive producing months showing cash flow economics of revenue, taxes, royalties paid, operating and maintenance expense. Document the well's hydrocarbon production volume is not in paying quantities.
 - c. The results of a 24hr production test taken between 07/17/2017 and 04/25/2018.
 - d. Justification for a well proven capable of current economic production and not produced because of location, facility, or marketing restrictions, etc.
- 4) Submit a subsequent sundry notification upon daily production resumption.
- 5) Federal Oil & Gas leases are held by well production or actively drilling for production during the end of the primary term of the lease. **A Shut-In status will not hold the lease.**
- 6) If you do not comply as noted, you shall be issued an Incident of Noncompliance (INC) in accordance with 43 CFR 3163.1(a). Failure to comply with the INC may result in assessments as outline in 43 CFR 3163.1, and may also incur civil penalties (43CFR 3163.2). All self-certified corrections must be postmark no later than the next business day after the prescribed time frame for correction.
- 7) 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, records, data, or other written information required by this part shall be liable for civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.
- 8) A person contesting a decision shall request a State Director review of the Written Order. This request must be filed within 20 working days of receipt of the Notice 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).