Office Signal Office	tate of New Mexico	Form C-183 ¹
<u>District I</u> – (575) 393-6161 Energy, M	inerals and Natural Resources	Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283		WELL API NO. 30-025-03862
811 S. First St., Artesia, NM 88210 OIL COI	NSERVATION DIVISION	5. Indicate Type of Lease
1000 Rio Brazos Rd Aztec NM 87410	South St. Francis Dr.	STATE FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	anta Fe, NM 87505	6. State Oil & Gas Lease No.
87505		B3009
SUNDRY NOTICES AND REPO		7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR DIFFERENT RESERVOIR. USE "APPLICATION FOR PERM PROPOSALS.)		Lovington Paddock Unit
71 = =	ther	8. Well Number 74
2. Name of Operator Chevron Midcontinent, L.P.		9. OGRID Number 241333
3. Address of Operator	200	10. Pool name or Wildcat
6301 Deauville Blvd Midland, Texas 797	06	Lovington Paddock
4. Well Location Unit Letter P: 660 feet fr	om the South line and 33	0feet from the Eastline
Section 2 Town	1 6	NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.	
	3828' GR	
12. Check Appropriate Bo	x to Indicate Nature of Notice,	Report or Other Data
NOTICE OF INTENTION TO). SIIB	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND AB	<u> </u>	
TEMPORARILY ABANDON CHANGE PLAN		-
PULL OR ALTER CASING MULTIPLE CO	MPL CASING/CEMEN	T JOB
DOWNHOLE COMMINGLE		
CLOSED-LOOP SYSTEM ☐ OTHER:	□ OTHER:	П
13. Describe proposed or completed operations.		
of starting any proposed work). SEE RULE	19.15.7.14 NMAC. For Multiple Co	mpletions: Attach wellbore diagram of
proposed completion or recompletion.		
D.		
Please se	ee attached procedure for w	ell abandonment details.
	(0== 1	
4" diameter 4' tall Above Ground Marker		TTACHED CONDITIONS
	OF API	PROVAL
C. ID.	D's Dalassa Datas	
Spud Date: 11/21/1953	Rig Release Date: 2/25/1954	ļ.
I hereby certify that the information above is true and	complete to the best of my knowleds	ge and belief.
•	complete to the cost of my mis wrong	,
SIGNATURE Mark Torres	TITLE P&A Engineer	_{DATE} 8/23/2022
Type or print name Mark Torres	E-mail address: marktorres@	chevron.com _{PHONE:} 989-264-2525
For State Use Only		
ADDROVED BY: VA. 1	TITLE Compliance Officer A	DATE 9/22/22
APPROVED BY: Young Formal (if any):	IIILEOIIIPIIANOC OIIIOEI /	DAIE VILLILL

CONDITIONS OF APPROVAL FOR PLUGGING AND ABANDONMENT OCD - Southern District

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office I (Hobbs) at (575)-263-6633 at least 24 hours before beginning work. After MIRU rig will remain on well until it is plugged to surface. OCD is to be notified before rig down.

Company representative will be on location during plugging procedures.

- **1.** A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs. Insure all bradenheads have been exposed, identified and valves are operational prior to rig up.
- **2.** Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- **3.** Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private- shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator as well as the contractor, to verify that this permit is in place prior to performing work. Drivers shall be able to produce a copy upon request of an NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- **5.** A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can +be released.
- **6.** If work has not begun within 1 Year of the approval of this procedure, an extension request must be file stating the reason the well has not been plugged.
- 7. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- **8.** Produced water will not be used during any part of the plugging operation.
- 9. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- **10.** All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 11. Class 'C' cement will be used above 7500 feet.
- 12. Class 'H' cement will be used below 7500 feet.
- **13.** A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- **14.** All Casing Shoes Will Be Perforated 50' below shoe depth and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing.
- **16.** When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 17. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.
- **18.** A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).

- 19. No more than 3000' is allowed between cement plugs in cased hole and 2000' in open hole.
- 20. Some of the Formations to be isolated with cement plugs are: These plugs to be set to isolate formation tops
- A) Fusselman
- B) Devonian
- C) Morrow
- D) Wolfcamp
- E) Bone Springs
- F) Delaware
- G) Any salt sections
- H) Abo
- I) Glorieta
- J) Yates.
- K) Potash---(In the R-111-P Area (Potash Mine Area),

A solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.

21. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing.

DRY HOLE MARKER REQ.UIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

- 1. Operator name
- 2. Lease and Well Number
- 3. API Number
- 4. Unit letter
- 5. Quarter Section (feet from the North, South, East or West)
- 6. Section, Township and Range
- 7. Plugging Date
- 8. County

SPECIAL CASES ----AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, a below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)

SITE REMEDIATION DUE WITHIN ONE YEAR OF WELL PLUGGING COMPLETION

LPU 74

Short Procedure

Rig Work - All cement plugs calculated with 1.32 yield Class C and 1.18 yield Class H. If a different weight/yield is used, recalculate sacks based on depth.

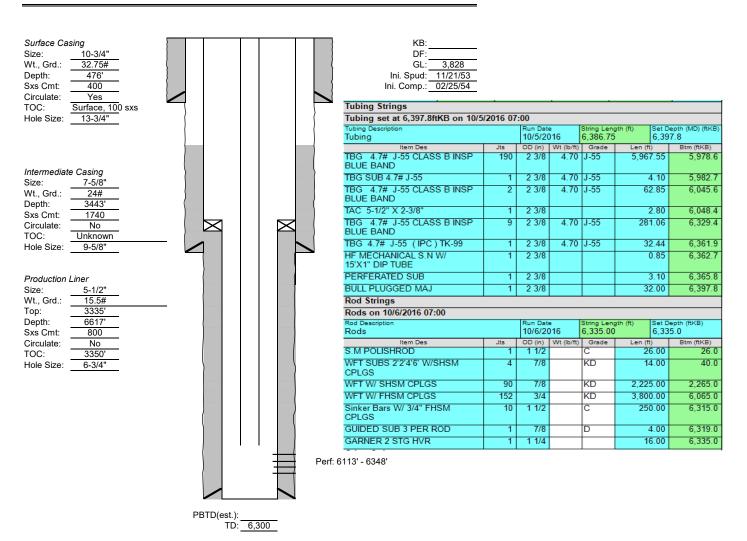
- 1. Contact NMOCD at least 24 hours prior to performing any work.
- 2. MIRU pulling unit.
 - a. Intrinsically safe fans and H2S scavenger required due to known H2S in the field.
- 3. Verify pressures and kill well as per SOP/Guidance Document.
 - a. Bubble test intermediate and surface casings for 30 minutes each and share results in WellView under daily pressure.
- 4. Attempt to pressure test tubing to at least 1,000 psi for 15 minutes or the highest pressure expected while plugging the well.
 - a. If test passes, utilize tubing for work string.
 - b. If test fails, pick up a work string provided by Chevron.
- 5. Install hydraulic rod BOP and function test.
- 6. Pull and lay down rods.
 - a. If paraffin is encountered or rods are stuck contact engineer.
- 7. N/U BOPE using rubber coated hangers provided by Chevron, and pressure test, 250 psi low and 1,000 psi or MASP (per Chevron operating guidelines) for 5 minutes each.
 - a. On a chart, no bleed off allotted.
 - b. Contact engineer if unable to unset TAC, do not shear TAC without the BOP N/U first to mitigate any risks of well control events.
- 8. If tubing pressure tested, stand back pipe. If it failed, lay down and prepare to run a work string.
- 9. MIRU wireline and lubricator.
- 10. Pressure test lubricator to 500 psi or MASP (whichever is larger) for 10 minutes.
 - a. If MASP is greater than 1,000 psi, contact the engineer to discuss running grease injection.
- 11. Run and set CIBP at +/- 6,013' or as per approved C-103.
 - a. Skip gauge run if TAC pulled freely past setting depth.
- 12. Fill well and pressure test casing to 500 psi for 15 minutes if no P&S required or 1,000 psi for 15 minutes if P&S required.
 - a. 5% bleed off allotted.
 - b. Contact the engineer if pressure test fails, document test results.
- 13. While RDMO WL, perform 30-minute bubble test on surface and production casings. Record results to meet the barrier standard intent. Adjust forward plan as necessary to address SCP.
- 14. TIH and tag CIBP.
- 15. Spot 25 sx CL "C" Cement f/ 6,013' t/ 5,768' (Perfs).

- 16. WOC 4 hours.
- 17. Tag TOC and pressure test casing to 1,500 psi for 15 minutes.
 - a. Plug must be at or above 5,913' (100' above CIBP).
 - b. **Do not exceed burst pressure of casing.**
- 18. Spot MLF to appropriate depth to ensure it is spaced out between plugs.
 - a. Do not pump MLF past the first perforation because it will be pumped away during the P&S procedure. Also, if the casing failed a pressure test, do not spot MLF until it tests properly.
 - b. Continue to place MLF between cement while plugging out of the hole.
- 19. Spot 40 sx Class "C" Cement f/ 4,682' t/ 4,293' (San Andres, Grayburg).
- 20. Spot 25 sx Class "C" Cement f/ 3,915' t/ 3,670' (Queen).
- 21. Spot 25 sx Class "C" Cement f/ 3,385' t/ 3,245' (Production liner top).
 - a. WOC & tag plug. As per NMOCD requirements, plug must extend 50' above and below liner top at 3,335'.
- 22. Spot 130 scks Class "C" Cement f/ 2,016' t/ 1,379' (Salt, Rustler).
- 23. Conduct 30 minute bubble test in all annuli. If bubble test fails discuss contingency CBL run and subsequent perforation/squeeze or casing cut/pull. Confirm forward plan with NMOCD.
 - a. Do not plug well to surface until all annuli are passing bubble tests.
- 24. Perforate & Circulate 183 sx CL "C" Cement f/ 526' to surface (surface shoe, base of fresh water).
- 25. Cut all casings & anchors & remove 3' below grade. Verify cement to surface & weld on dry hole marker (4" diameter, 4' tall). Clean location.

Current Wellbore Diagram

Created:	04/22/19	Ву:	
Updated:		By:	
Lease:	Lovin	gton Paddock	Unit
Field:	Lovington		
Surf. Loc.:	660 FSL & 330 FEL		
Bot. Loc.:			
County:	Lea	St.:	NM
Status:			

Well #:	74	St. Lse:	
API		30-025-03862	
Unit Ltr.:	Р	Section:	2
TSHP/Rng:		17S-36E	
Unit Ltr.:		Section:	
TSHP/Rng:			
Directions:		Lovington, NM	
Chevno:		FA5009	



Proposed Wellbore Diagram

Created: 04/22/19 Ву: Updated: By: Lovington Paddock Unit Lease: Field: Lovington 660 FSL & 330 FEL Surf. Loc.: Bot. Loc.: County: Lea St.: NM Status:

Well #:	74	St. Lse:		
API		30-025-03862		
Unit Ltr.:	Р	Section:	2	
TSHP/Rng:		17S-36E		
Unit Ltr.:		Section:		
TSHP/Rng:				
Directions:		Lovington, NM		
Chevno:		FA5009		

Surface Casing

 Size:
 10-3/4"

 Wt., Grd.:
 32.75#

 Depth:
 476'

 Sxs Cmt:
 400

 Circulate:
 Yes

 TOC:
 Surface, 100 sxs

 Hole Size:
 13-3/4"

Intermediate Casing

 Size:
 7-5/8"

 Wt., Grd.:
 24#

 Depth:
 3443'

 Sxs Cmt:
 1740

 Circulate:
 No

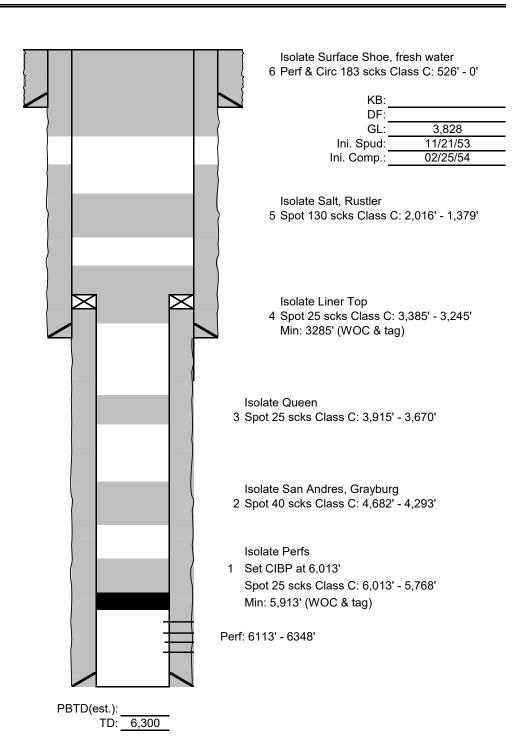
 TOC:
 Unknown

 Hole Size:
 9-5/8"

Production Liner

Size: 5-1/2" Wt., Grd.: 15.5# Top: 3335' Depth: 6617' Sxs Cmt: 800 Circulate: No TOC: 3350' Hole Size: 6-3/4"

Formation	Top Depth (MD)
Rustler	1,879
Salt	2,016
Tansil	2,832
Seven Rivers	3,272
Queen	3,915
Grayburg	4,393
San Andres	4,682
Glorieta	6,037
Paddock	6,132



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

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

Action 136918

COMMENTS

Operator:	OGRID:
CHEVRON U S A INC	4323
6301 Deauville Blvd	Action Number:
Midland, TX 79706	136918
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

COMMENTS

Created B	Comment	Comment Date
plmartin	DATA ENTRY PM	9/22/2022

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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

Action 136918

CONDITIONS

Operator:	OGRID:
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	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kfortner	See attached COA	9/22/2022