

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101
August 1, 2011

Permit 394491

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|-------------------------------|
| 1. Operator Name and Address CHEVRON U S A INC 6301 Deauville Blvd Midland, TX 79706 | | | | | | | | | 2. OGRID Number 4323 |
| 4. Property Code 337733 | | | | | | | | | 3. API Number 30-025-55798 |
| 5. Property Name ZN 34 3 STATE COM | | | | | | | | | 6. Well No. 416H |

7. Surface Location

| UL - Lot F | Section 34 | Township 23S | Range 34E | Lot Idn | Feet From 2119 | N/S Line N | Feet From 2635 | E/W Line W | County Lea |
|---------------|---------------|-----------------|--------------|-------------|-------------------|---------------|-------------------|---------------|---------------|
| | | | | | | | | | |

8. Proposed Bottom Hole Location

| UL - Lot M | Section 3 | Township 24S | Range 34E | Lot Idn M | Feet From 25 | N/S Line S | Feet From 550 | E/W Line W | County Lea |
|---------------|--------------|-----------------|--------------|--------------|-----------------|---------------|------------------|---------------|---------------|
| | | | | | | | | | |

9. Pool Information

| | |
|--------------------------------|-------|
| RED HILLS;BONE SPRING, NORTH | 96434 |
| ANTELOPE RIDGE;BONE SPRING, SW | 97621 |

Additional Well Information

| | | | | |
|---------------------------|-----------------------------|--|-------------------------|------------------------------------|
| 11. Work Type New Well | 12. Well Type OIL | 13. Cable/Rotary | 14. Lease Type State | 15. Ground Level Elevation 3462 |
| 16. Multiple Y | 17. Proposed Depth 18836 | 18. Formation Bone Spring | 19. Contractor | 20. Spud Date 11/1/2027 |
| Depth to Ground water | | Distance from nearest fresh water well | | Distance to nearest surface water |

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 17.5 | 13.375 | 54.5 | 1030 | 754 | 0 |
| Int1 | 12.25 | 10.75 | 40.5 | 5313 | 577 | 0 |
| Int2 | 9.875 | 7.625 | 29.7 | 10087 | 833 | 0 |
| Prod | 6.75 | 5 | 13 | 18836 | 825 | 9887 |

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|---------|------------------|---------------|--------------|
| Annular | 5000 | 10600 | TBD |

| | |
|--|----------------------------------|
| 23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I hereby certify that no additives containing PFAS chemicals will be added to the completion or recompletion of this well. I further certify I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> , if applicable. | OIL CONSERVATION DIVISION |
|--|----------------------------------|

Signature:

| | | |
|---|---------------------------------|---------------------------------|
| Printed Name: Electronically filed by Cindy Herrera-Murillo | Approved By: Jeffrey Harrison | |
| Title: Sr. HES Regulatory Affairs Coordinator | Title: Petroleum Specialist III | |
| Email Address: eeof@chevron.com | Approved Date: 1/13/2026 | Expiration Date: 1/13/2028 |
| Date: 12/10/2025 | Phone: 575-263-0431 | Conditions of Approval Attached |

| | | | | | |
|---|--|---|--|----------------------|---|
| <u>C-102</u> | | State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION | | Revised July 9, 2024 | |
| Submit Electronically Via OCD Permitting | | | | Submittal Type: | <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled |

WELL LOCATION INFORMATION

| | | | | | |
|--|--------------------------------------|--|--|---------------------------------|--|
| API Number 30-025-55798 | Pool Code 96434 | Pool Name RED HILLS; BONE SPRING, NORTH | | | |
| Property Code 337733 | Property Name ZN 34 3 STATE COM | | | Well Number 416H | |
| OGRID No. 4323 | Operator Name CHEVRON U.S.A. INC. | | | Ground Level Elevation 3462' | |
| Surface Owner: <input type="checkbox"/> State <input checked="" type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal | | | Mineral Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal | | |

Surface Location

| | | | | | | | | | |
|---------|---------------|-----------------|--------------|------------|------------------------|-----------------------|--------------------------|----------------------------|---------------|
| UL F | Section 34 | Township 23S | Range 34E | Lot N/A | Ft. from North 2119 | Ft. from West 2635 | Latitude 32.262506° N | Longitude 103.457919° W | County LEA |
|---------|---------------|-----------------|--------------|------------|------------------------|-----------------------|--------------------------|----------------------------|---------------|

Bottom Hole Location

| | | | | | | | | | |
|---------|--------------|-----------------|--------------|------------|----------------------|----------------------|--------------------------|----------------------------|---------------|
| UL M | Section 3 | Township 24S | Range 34E | Lot N/A | Ft. from South 25 | Ft. from West 550 | Latitude 32.239385° N | Longitude 103.464634° W | County LEA |
|---------|--------------|-----------------|--------------|------------|----------------------|----------------------|--------------------------|----------------------------|---------------|

| | | | | |
|----------------------------------|-----------------------------------|---|---|-------------------------|
| Dedicated Acres 320.03 | Infill or Defining Well INFILL | Defining Well API PENDING- ZN 34 3 STATE COM 417H | Overlapping Spacing Unit (Y/N) NO | Consolidation Code P |
| Order Numbers. N/A | | | Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | |

Kick Off Point (KOP)

| | | | | | | | | | |
|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|
| UL E | Section 34 | Township 23S | Range 34E | Lot N/A | Ft. from North 2390 | Ft. from West 550 | Latitude 32.261761° N | Longitude 103.464662° W | County LEA |
|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|

First Take Point (FTP)

| | | | | | | | | | |
|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|
| UL L | Section 34 | Township 23S | Range 34E | Lot N/A | Ft. from South 2613 | Ft. from West 550 | Latitude 32.261005° N | Longitude 103.464660° W | County LEA |
|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|

Last Take Point (LTP)

| | | | | | | | | | |
|---------|--------------|-----------------|--------------|------------|-----------------------|----------------------|--------------------------|----------------------------|---------------|
| UL M | Section 3 | Township 24S | Range 34E | Lot N/A | Ft. from South 100 | Ft. from West 550 | Latitude 32.239591° N | Longitude 103.464634° W | County LEA |
|---------|--------------|-----------------|--------------|------------|-----------------------|----------------------|--------------------------|----------------------------|---------------|

| | | |
|--|--|----------------------------------|
| Unitized Area or Area of Uniform Interest N/A | Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical | Ground Floor Elevation: 3462' |
|--|--|----------------------------------|

| | | | | | | | | | |
|---|--|--|--|--|---|--|--|--|--|
| OPERATOR CERTIFICATIONS | | | | | SURVEYOR CERTIFICATIONS | | | | |
| <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</p> <p><i>Cindy Herrera-Murillo</i> 12/10/2025</p> | | | | | <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p><i>Chad Harcrow</i></p> | | | | |
| <p>Signature <i>Cindy Herrera-Murillo</i> Date 12/10/2025</p> <p>Printed Name Cindy Herrera-Murillo</p> <p>Email Address Cherreramurillo@chevron.com</p> | | | | | <p>Signature and Seal of Professional Surveyor <i>Chad Harcrow</i></p> <p>Certificate Number 17777 Date of Survey 09/18/2024</p> | | | | |

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

(NAD 27 NM E)

| | | |
|--|--------------------------------|----------------------------------|
| ZN 34 3 STATE COM NO. 416H WELL | PROPOSED KICK OFF POINT | PROPOSED FIRST TAKE POINT |
| X=770,749.95 | X=768,667.77 | X=768,670.52 |
| Y=460,277.69 | Y=459,989.84 | Y=459,714.62 |
| LAT.32.262383°N | LAT.32.261639°N | LAT.32.260882°N |
| LONG.103.457443°W | LONG.103.464186°W | LONG.103.464184°W |

| | | |
|-------------------|-------------------|-------------------|
| PPP #1 | PPP #2 | PPP #3 |
| X=769,436.11 | X=768,683.38 | X=768,696.49 |
| Y=460,096.06 | Y=458,420.93 | Y=457,102.26 |
| LAT.32.261913°N | LAT.32.257326°N | LAT.32.253701°N |
| LONG.103.461697°W | LONG.103.464176°W | LONG.103.464168°W |

| | |
|---------------------------------|--------------------------------------|
| PROPOSED LAST TAKE POINT | PROPOSED BOTTOM HOLE LOCATION |
| X=768,741.22 | X=768,741.90 |
| Y=451,924.47 | Y=451,849.48 |
| LAT.32.239468°N | LAT.32.239262°N |
| LONG.103.464159°W | LONG.103.464159°W |

(NAD 83/2011 NM E)

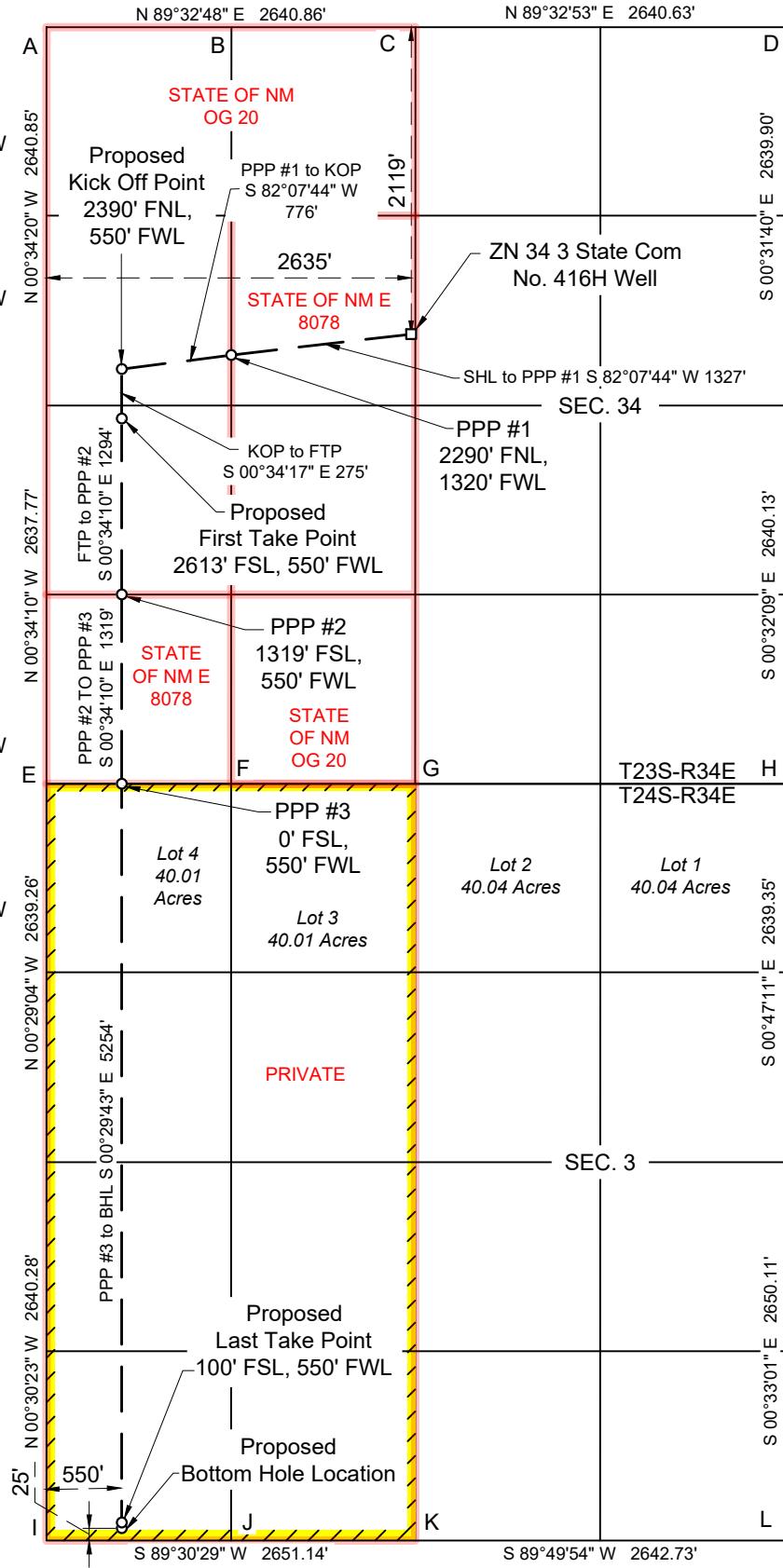
| | | |
|--|--------------------------------|----------------------------------|
| ZN 34 3 STATE COM NO. 416H WELL | PROPOSED KICK OFF POINT | PROPOSED FIRST TAKE POINT |
| X=811,934.18 | X=809,851.97 | X=809,854.72 |
| Y=460,336.37 | Y=460,048.49 | Y=459,773.26 |
| LAT.32.262506°N | LAT.32.261761°N | LAT.32.261005°N |
| LONG.103.457919°W | LONG.103.464662°W | LONG.103.464660°W |

| | | |
|-------------------|-------------------|-------------------|
| PPP #1 | PPP #2 | PPP #3 |
| X=810,620.32 | X=809,867.60 | X=809,880.73 |
| Y=460,154.72 | Y=458,479.54 | Y=457,160.84 |
| LAT.32.262036°N | LAT.32.257449°N | LAT.32.253824°N |
| LONG.103.462173°W | LONG.103.464652°W | LONG.103.464644°W |

| | |
|---------------------------------|--------------------------------------|
| PROPOSED LAST TAKE POINT | PROPOSED BOTTOM HOLE LOCATION |
| X=809,925.68 | X=809,926.37 |
| Y=451,982.94 | Y=451,907.95 |
| LAT.32.239591°N | LAT.32.239385°N |
| LONG.103.464634°W | LONG.103.464634°W |

CORNER COORDINATES (NAD 27 NM E)

A - X=768093.92, Y=462375.37 3/4" IP
 B - X=769414.05, Y=462,385.82
 C - X=770734.18, Y=462396.26 IP w/ CAP "1913"
 D - X=773374.21, Y=462417.09 IP w/ CAP "1913"
 E - X=768146.50, Y=457098.05 IP w/ CAP "1913"
 F - X=769464.90, Y=457108.14
 G - X=770783.29, Y=457118.23 IP w/ CAP "1913"
 H - X=773423.21, Y=457138.32 IP w/ CAP "1913"
 I - X=768192.14, Y=451819.76 IP w/ CAP "1913"
 J - X=769517.40, Y=451831.13
 K - X=770842.66, Y=451842.51 IP w/ CAP "1913"
 L - X=773484.86, Y=451850.27 IP w/ CAP "1913"



| | | | | | |
|---|--|---|--|----------------------|---|
| <u>C-102</u> | | State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION | | Revised July 9, 2024 | |
| Submit Electronically Via OCD Permitting | | | | Submittal Type: | <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled |

WELL LOCATION INFORMATION

| | | |
|--|--------------------------------------|--|
| API Number 30-025-55798 | Pool Code 97621 | Pool Name ANTELOPE RIDGE; BONE SPRING, SW |
| Property Code 337733 | Property Name ZN 34 3 STATE COM | Well Number 416H |
| OGRID No. 4323 | Operator Name CHEVRON U.S.A. INC. | Ground Level Elevation 3462' |
| Surface Owner: <input type="checkbox"/> State <input checked="" type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal | | Mineral Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal |

Surface Location

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| UL F | Section 34 | Township 23S | Range 34E | Lot N/A | Ft. from North 2119 | Ft. from West 2635 | Latitude 32.262506° N | Longitude 103.457919° W | County LEA |
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Bottom Hole Location

| | | | | | | | | | |
|---------|--------------|-----------------|--------------|------------|----------------------|----------------------|--------------------------|----------------------------|---------------|
| UL M | Section 3 | Township 24S | Range 34E | Lot N/A | Ft. from South 25 | Ft. from West 550 | Latitude 32.239385° N | Longitude 103.464634° W | County LEA |
|---------|--------------|-----------------|--------------|------------|----------------------|----------------------|--------------------------|----------------------------|---------------|

| | | | | |
|------------------------|-----------------------------------|---|---|-------------------------|
| Dedicated Acres 160 | Infill or Defining Well INFILL | Defining Well API PENDING- ZN 34 3 STATE COM 417H | Overlapping Spacing Unit (Y/N) NO | Consolidation Code P |
| Order Numbers. N/A | | | Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | |

Kick Off Point (KOP)

| | | | | | | | | | |
|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|
| UL E | Section 34 | Township 23S | Range 34E | Lot N/A | Ft. from North 2390 | Ft. from West 550 | Latitude 32.261761° N | Longitude 103.464662° W | County LEA |
|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|

First Take Point (FTP)

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|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|
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|---------|---------------|-----------------|--------------|------------|------------------------|----------------------|--------------------------|----------------------------|---------------|

Last Take Point (LTP)

| | | | | | | | | | |
|---------|--------------|-----------------|--------------|------------|-----------------------|----------------------|--------------------------|----------------------------|---------------|
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|---------|--------------|-----------------|--------------|------------|-----------------------|----------------------|--------------------------|----------------------------|---------------|

| | | |
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| Unitized Area or Area of Uniform Interest N/A | Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical | Ground Floor Elevation: 3462' |
|--|--|----------------------------------|

| | | | | | | | | | |
|--|--|--|--|--|---|--|------------------------------|--|--|
| OPERATOR CERTIFICATIONS | | | | | SURVEYOR CERTIFICATIONS | | | | |
| <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</p> <p><i>Cindy Herrera-Murillo</i> 12/10/2025</p> | | | | | <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p><i>Chad Harcrow</i></p> | | | | |
| <p>Signature <i>Cindy Herrera-Murillo</i></p> | | | | | <p>Date 12/10/2025</p> | | | | |
| <p>Printed Name Cherreramurillo@chevron.com</p> | | | | | <p>Signature and Seal of Professional Surveyor CHAD HARCROW</p> | | | | |
| <p>Email Address Cherreramurillo@chevron.com</p> | | | | | Certificate Number 17777 | | Date of Survey 09/18/2024 | | |

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

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(NAD 27 NM E)

| ZN 34 3 STATE COM NO. 416H WELL | PROPOSED KICK OFF POINT | PROPOSED FIRST TAKE POINT |
|--|--------------------------------|----------------------------------|
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| Y=460,277.69 | Y=459,989.84 | Y=459,714.62 |
| LAT.32.262383°N | LAT.32.261639°N | LAT.32.260882°N |
| LONG.103.457443°W | LONG.103.464186°W | LONG.103.464184°W |

| PPP #1 | PPP #2 | PPP #3 |
|-------------------|-------------------|-------------------|
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| Y=460,096.06 | Y=458,420.93 | Y=457,102.26 |
| LAT.32.261913°N | LAT.32.257326°N | LAT.32.253701°N |
| LONG.103.461697°W | LONG.103.464176°W | LONG.103.464168°W |

| PROPOSED LAST TAKE POINT | PROPOSED BOTTOM HOLE LOCATION |
|-------------------------------------|--|
| X=768,741.22 | X=768,741.90 |
| Y=451,924.47 | Y=451,849.48 |
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(NAD 83/2011 NM E)

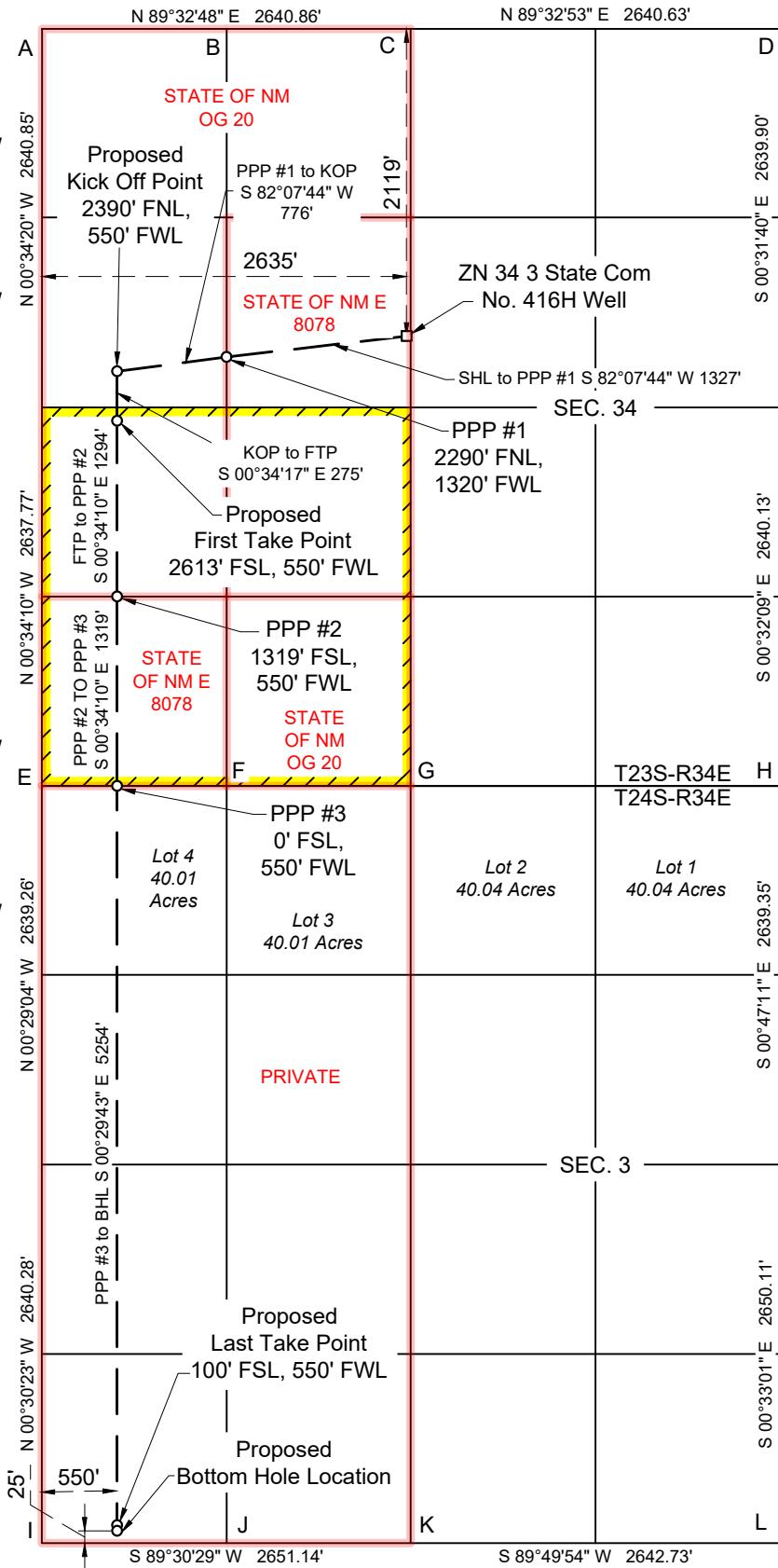
| ZN 34 3 STATE COM NO. 416H WELL | PROPOSED KICK OFF POINT | PROPOSED FIRST TAKE POINT |
|--|------------------------------------|--------------------------------------|
| X=811,934.18 | X=809,851.97 | X=809,854.72 |
| Y=460,336.37 | Y=460,048.49 | Y=459,773.26 |
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| Y=460,154.72 | Y=458,479.54 | Y=457,160.84 |
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**CORNER COORDINATES
(NAD 27 NM E)**

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I - X=768192.14, Y=451819.76 IP w/ CAP "1913"
J - X=769517.40, Y=451831.13
K - X=770842.66, Y=451842.51 IP w/ CAP "1913"
L - X=773484.86, Y=451850.27 IP w/ CAP "1913"



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Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form APD Comments

Permit 394491

PERMIT COMMENTS

| | |
|--|----------------------------------|
| Operator Name and Address: CHEVRON U S A INC [4323] 6301 Deauville Blvd Midland, TX 79706 | API Number: 30-025-55798 |
| | Well: ZN 34 3 STATE COM #416H |

| Created By | Comment | Comment Date |
|------------------|--|--------------|
| jeffrey.harrison | Please resubmit and make sure to create a second completion for the additional pool for the proposed well. Also please split up the individual C-102s and plats for each pool and upload each to its corresponding completion. | 9/5/2025 |
| jeffrey.harrison | Infill to PENDING Well 34 3 STATE COM 417H. | 1/13/2026 |

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Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form APD Conditions

Permit 394491

PERMIT CONDITIONS OF APPROVAL

| | |
|--|----------------------------------|
| Operator Name and Address: CHEVRON U S A INC [4323] 6301 Deauville Blvd Midland, TX 79706 | API Number: 30-025-55798 |
| | Well: ZN 34 3 STATE COM #416H |

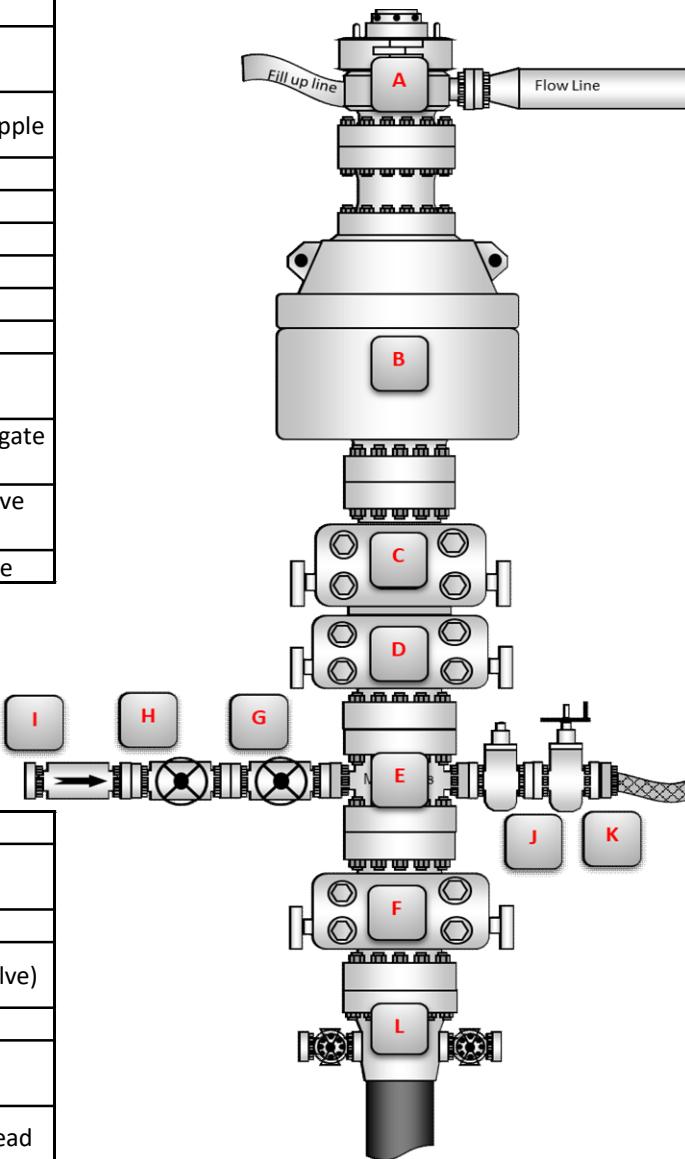
| OCD Reviewer | Condition |
|------------------|---|
| jeffrey.harrison | Administrative order required for non-standard location prior to production. |
| jeffrey.harrison | No additives containing PFAS chemicals will be added to the drilling fluids or completion fluids used during drilling, completions, or recompletions operations. |
| jeffrey.harrison | NSP required if not included in an existing order or not an infill to an appropriate defining well in the same pool and spacing unit. |
| jeffrey.harrison | Cement is required to circulate on both surface and intermediate1 strings of casing. |
| jeffrey.harrison | If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing. |
| jeffrey.harrison | File As Drilled C-102 and a directional Survey with C-104 completion packet. |
| jeffrey.harrison | Notify the OCD 24 hours prior to casing & cement. |
| jeffrey.harrison | A [C-103] Sub. Drilling (C-103N) is required within (10) days of spud. |
| jeffrey.harrison | Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string. |
| jeffrey.harrison | Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system. |

BLOWOUT PREVENTER SCHEMATIC

| | |
|-----------------------------------|-----------------|
| Operation: | Intermediate(s) |
| Minimum System operation pressure | 5,000 psi |

| BOP Stack | | | |
|-----------|---------|-----------------|---------------------------|
| Part | Size | Pressure Rating | Description |
| A | 13-5/8" | N/A | Rotating Head/Bell nipple |
| B | 13-5/8" | 5,000 | Annular |
| C | 13-5/8" | 5,000 | Blind Ram |
| D | 13-5/8" | 5,000 | Pipe Ram |
| E | 13-5/8" | 5,000 | Mud Cross |
| F | 13-5/8" | 5,000 | Pipe Ram |

| Kill Line | | | |
|-----------|------|-----------------|--------------------------------------|
| Part | Size | Pressure Rating | Description |
| G | 2" | 5,000 | Inside Kill Line Valve (gate valve) |
| H | 2" | 5,000 | Outside Kill Line Valve (gate valve) |
| I | 2" | 5,000 | Kill Line Check valve |



| Choke line | | | |
|------------|------|-----------------|-------------------------|
| Part | Size | Pressure Rating | Description |
| J | 3" | 5,000 | HCR (gate valve) |
| K | 3" | 5,000 | Manual HCR (gate valve) |

| Wellhead | | | |
|----------|---------|-----------------|---------------------|
| Part | Size | Pressure Rating | Description |
| L | 13-5/8" | 5,000 | FMC 5M/10M wellhead |

BOP Installation Checklist: The following items must be verified and checked off prior to pressure testing BOP equipment

The installed BOP equipment meets at least the minimum requirements (rating, type, size, configuration) as shown on this schematic. Components may be substituted for equivalent equipment rated to higher pressures. Additional components may be put into place as long as they meet or exceed the minimum pressure rating of the system.

All valves on the kill line and choke line will be full opening and will allow straight flow through.

The kill line and choke line will be straight unless turns use tee blocks or are targeted with running tees, and will be anchored to prevent whip and reduce vibration.

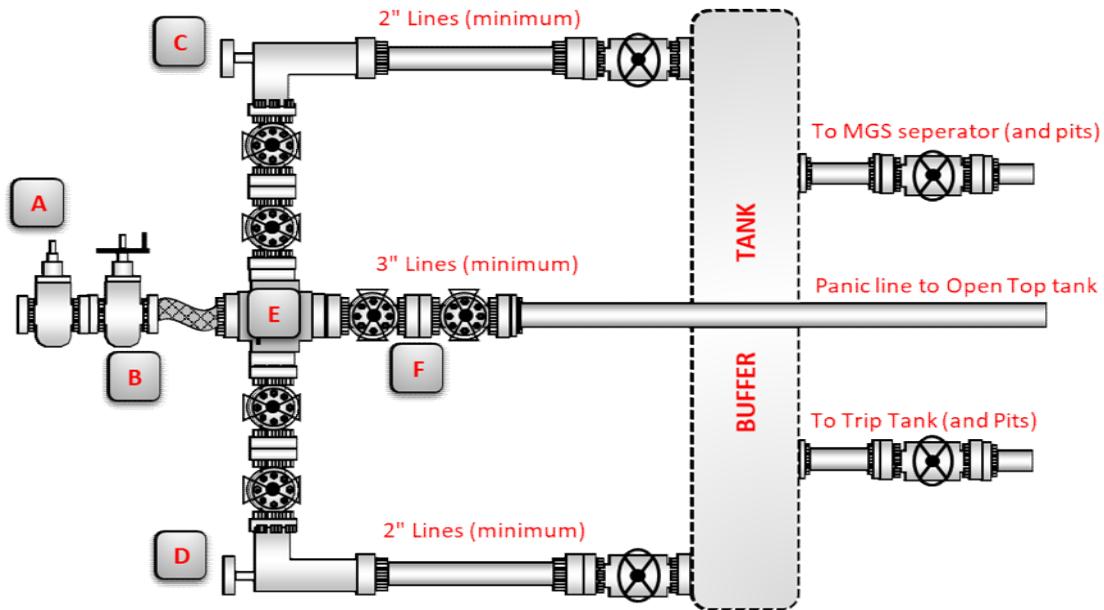
Manual (hand wheels) or automatic locking devices will be installed on all ram preventers. Hand wheels will also be installed on all manual valves on the choke and kill line.

A valve will be installed in the closing line as close as possible to the annular preventer to act as a locking device. This valve will remain open unless accumulator is inoperative.

Upper kelly cock valve with handle will be available on rig floor along with saved valve and subs to fit all drill string connections in use.

CHOKE MANIFOLD SCHEMATIC

| Operation: | | Intermediate(s) | |
|-----------------------------------|------|-----------------|--------------------------------|
| Minimum System operation pressure | | 5,000 psi | |
| <u>Choke Manifold</u> | | | |
| Part | Size | Pressure Rating | Description |
| A | 3" | 5,000 | HCR (remotely operated) |
| B | 3" | 5,000 | HCR (manually operated) |
| C | 2" | 5,000 | Remotely operated choke |
| D | 2" | 5,000 | Adjustable choke |
| E | 3" | 5,000 | Crown valve with pressure gage |
| F | 3" | 5,000 | Panic line valves |



Choke Manifold Installation Checklist: The following items must be verified and checked off prior to pressure testing BOP equipment

The installed BOP equipment meets at least the minimum requirements (rating, type, size, configuration) as shown on this schematic. Components may be substituted for equivalent equipment rated to higher pressures. Additional components may be put into place as long as they meet or exceed the minimum pressure rating of the system.

Adjustable chokes may be remotely operated but will have backup hand pump for hydraulic actuation in case of loss of rig air or power.

Flare and panic lines will terminate a minimum of 150' from the wellhead. These lines will terminate at a location as per approved APD.

The choke line, kill line and choke manifold lines will be straight unless turns use tee blocks or targeted with running tees, and will be anchored to prevent whip and reduce vibrations. A variance will be submitted if a flexible choke line will be used.

All valves (except chokes) on choke line, kill line and choke manifold will be full opening and will allow straight through flow. This excludes any valves between the mud gas separator and shale shakers.

All manual valves will have hand wheels installed.

Flare systems will have an effective method for ignition.

All connections will be flanged, welded or clamped

If buffer tank is used, a valve will be used on all lines at any entry or exit point to or from the buffer tank.



H₂S Preparedness and Contingency Plan Summary

Training

MCBU Drilling and Completions H₂S training requirements are intended to define the minimum level of training required for employees, contractors and visitors to enter or perform work at MCBU Drilling and Completions locations that have known concentrations of H₂S.

Awareness Level

Employees and visitors to MCBU Drilling and Completions locations that have known concentrations of H₂S, who are not required to perform work in H₂S areas, will be provided with an awareness level of H₂S training prior to entering any H₂S areas. At a minimum, awareness level training will include:

1. Physical and chemical properties of H₂S
2. Health hazards of H₂S
3. Personal protective equipment
4. Information regarding potential sources of H₂S
5. Alarms and emergency evacuation procedures

Awareness level training will be developed and conducted by personnel who are qualified either by specific training, educational experience and/or work-related background.

Advanced Level H₂S Training

Employees and contractors required to work in areas that may contain H₂S will be provided with Advanced Level H₂S training prior to initial assignment. In addition to the Awareness Level requirements, Advanced Level H₂S training will include:

1. H₂S safe work practice procedures.
2. Emergency contingency plan procedures.
3. Methods to detect the presence or release of H₂S (e.g., alarms, monitoring equipment), including hands-on training with direct reading and personal monitoring H₂S equipment.
4. Basic overview of respiratory protective equipment suitable for use in H₂S environments.
 - a. Note: Employees who work at sites that participate in the Chevron Respirator User program will require separate respirator training as required by the MCBU Respiratory Protection Program.
5. Basic overview of emergency rescue techniques, first aid, CPR and medical evaluation procedures. Employees who may be required to perform "standby" duties are required to receive additional first aid and CPR training, which is not covered in the Advanced Level H₂S training.
6. Proficiency examination covering all course material.

Advanced H₂S training courses will be instructed by personnel who have successfully completed an appropriate H₂S train-the-trainer development course (ANSI/ASSE Z390.1-2006) or who possess significant past experience through educational or work-related background.



H₂S Preparedness and Contingency Plan Summary

H₂S Training Certification

All employees and visitors will be issued an H₂S training certification card (or certificate) upon successful completion of the appropriate H₂S training course. Personnel working in an H₂S environment will carry a current H₂S training certification card as proof of having received the proper training on their person at all times.

Briefing Area

A minimum of two briefing areas will be established in locations that at least one area will be upwind from the well at all times. Upon recognition of an emergency situation, all personnel should assemble at the designated upwind briefing areas for instructions.

H₂S Equipment

Respiratory Protection

- a) Six 30-minute SCBAs – 2 at each briefing area and 2 in the Safety Trailer.
- b) Eight 5-minute EBAs – 5 in the dog house at the rig floor, 1 at the accumulator, 1 at the shale shakers and 1 at the mud pits.

Visual Warning System

- a) One color code sign, displaying all possible conditions, will be placed at the entrance to the location with a flag displaying the current condition.
- b) Two windsocks will be on location, one on the doghouse and one on the Drill Site Manager's Trailer.

H₂S Detection and Monitoring System

- a) H₂S monitoring system (sensor head, warning light and siren) placed throughout rig.
 - Drilling Rig Locations: at a minimum, in the area of the Shale shaker, rig floor, and bell nipple.
 - Workover Rig Locations: at a minimum, in the area of the Cellar, rig floor and circulating tanks or shale shaker.



H₂S Preparedness and Contingency Plan Summary

Well Control Equipment

- a) Flare Line 150' from wellhead with igniter.
- b) Choke manifold with a remotely operated choke.
- c) Mud / gas separator

Mud Program

In the event of drilling, completions, workover and well servicing operations involving a hydrogen sulfide concentration of 100 ppm or greater the following shall be considered:

1. Use of a degasser
2. Use of a zinc-based mud treatment
3. Increasing mud weight

Public Safety - Emergency Assistance

| <u>Agency</u> | <u>Telephone Number</u> |
|------------------------------------|-------------------------|
| Lea County Sheriff's Department | 575-396-3611 |
| Fire Department: | |
| Carlsbad | 575-885-3125 |
| Artesia | 575-746-5050 |
| Lea County Regional Medical Center | 575-492-5000 |
| Jal Community Hospital | 505-395-2511 |
| Lea County Emergency Management | 575-396-8602 |
| Poison Control Center | 800-222-1222 |



H₂S Preparedness and Contingency Plan Summary

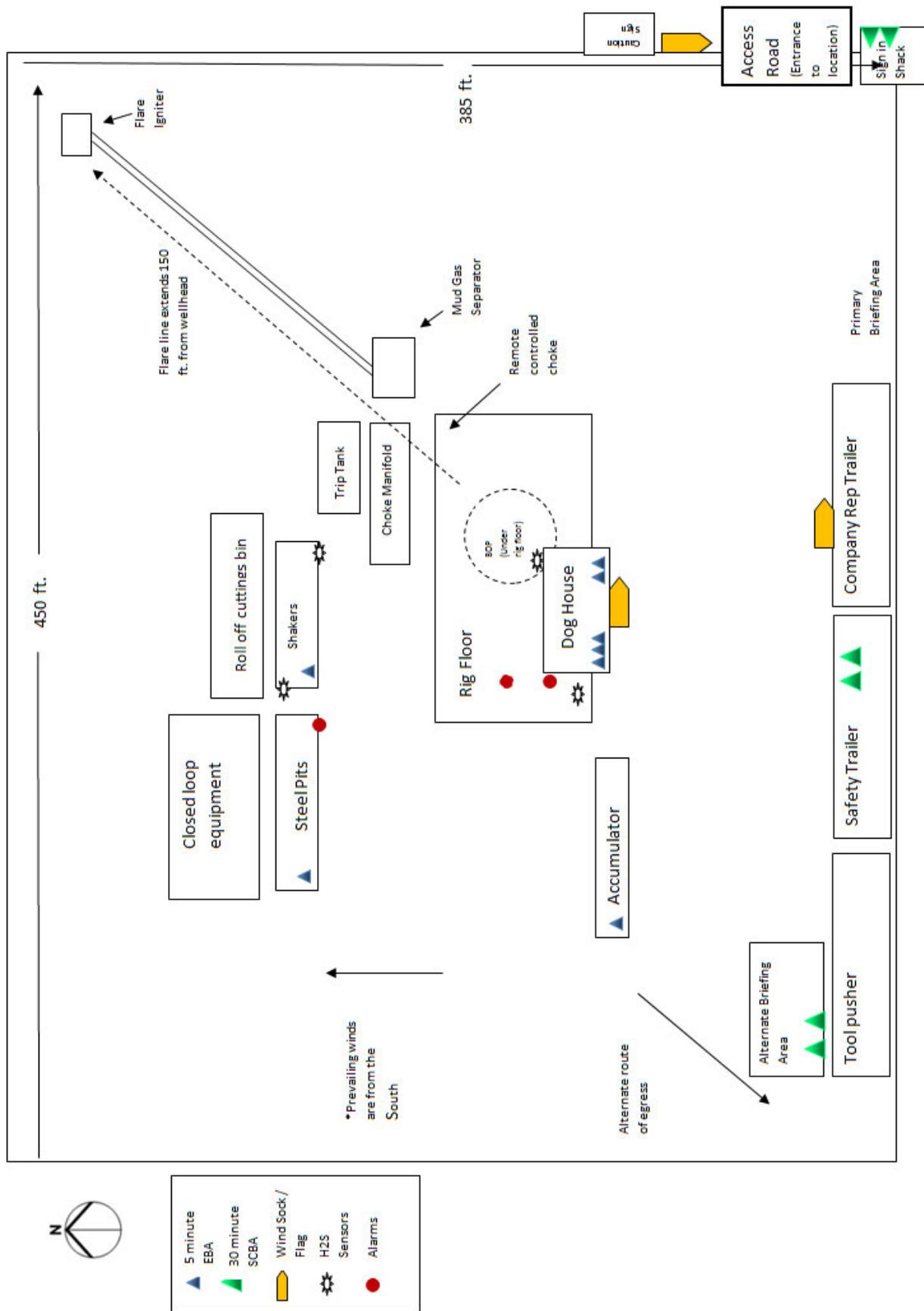
Chevron MCBU D&C Emergency Notifications

Below are lists of contacts to be used in emergency situations.

| | Name | Title | Office Number | Cell Phone |
|----|---------------|---------------------|----------------|------------|
| 1. | TBD | Drilling Engineer | | |
| 2. | Ian McWilliam | Superintendent | (661) 770-6030 | |
| 3. | Matt Madson | Superintendent | (713) 206-1493 | |
| 4. | Nicholas Duhe | Superintendent | (713) 302-2674 | |
| 5. | Dennis McHugh | Drilling Manager | (713) 372-4496 | |
| 6. | Jay Gagneaux | Operations Manager | (713) 306-1082 | |
| 7. | TBD | Wells HSE | | |
| 8. | TBD | Completion Engineer | | |



H₂S Preparedness and Contingency Plan Summary





ZN 34 3 State Com No. 416H R0 mdv 22Jul25 Proposal Geodetic Report

Def Plan

| | | | |
|-------------------------------|---|-----------------------------------|------------------------------|
| Report Date: | July 24, 2025 - 09:14 PM (UTC 0) | Survey / DLS Computation: | Minimum Curvature / Lubinski |
| Client: | Chevron | Vertical Section Azimuth: | 179.489 1(GRID North) |
| Field: | NM, Lea County (NAD 27 EZ) | Vertical Section Origin: | 0.000 ft, 0.000 ft |
| Structure / Slot: | Chevron Zion Pad 11 / 416H | TVD Reference Datum: | RKB |
| Well: | ZN 34 3 State Com No. 416H | TVD Reference Elevation: | 3490.000 ft above MSL |
| Boresite: | ZN 34 3 State Com No. 416H | Seabed / Ground Elevation: | 3462.000 ft above MSL |
| UBR / API#: | Unknown | Magnetic Declination: | 6.088° |
| Survey Name: | ZN 34 3 State Com No. 416H R0 mdv 22Jul25 | Total Gravity Field Strength: | 998.4608mgn (9.80665 Based) |
| Survey Date: | July 24, 2025 | Gravity Model: | GARM |
| Tent / AHD / DDI / ERD Ratio: | 129.586' / 10645.233 ft / 6.391 / 1.004 | Total Magnetic Field Strength: | 47204.376 nT |
| Coordinate Reference System: | NAD27 New Mexico State Plane, Eastern Zone, US Feet | Magnetic Dip Angle: | 59.719° |
| Location Lat / Long: | 32°15'44.57998"N, 103°27'26.79401"W | Declination Date: | July 23, 2025 |
| Location Grid NIE YXZ: | N 460277.690 ftUS, E 770726.950 RUS | Magnetic Declination Model: | HDGM 2025 |
| CRS Grid Convergence Angle: | 0.468° | North Reference: | Grid North |
| Grid Scale Factor: | 0.99999305(Applied) | Grid Convergence Used: | 0.468° |
| Version / Patch: | 2024.5.0.1 | Total Corr Mag North->Grid North: | 5.621° |
| | | Local Coord Referenced To: | Well Head |

| Comments | MD (ft) | Incl (°) | Azim (°) | TVD (ft) | TVDDSS (ft) | VSEC (ft) | NS (ft) | EW (ft) | DLS ('/100ft) | Northing (ftUS) | Easting (ftUS) | Latitude (°) | Longitude (°) |
|------------------|----------|----------|----------|----------|-------------|-----------|---------|-----------|---------------|-----------------|----------------|---------------|-----------------|
| Surface | 0.00 | 0.00 | 0.00 | 0.00 | -3,490.00 | 0.00 | 0.00 | 0.00 | 0.00 | 460,277.69 | 770,749.95 | 32,262,833.3 | -103,457,427.8 |
| | 100.00 | 0.00 | 273.47 | 100.00 | -3,390.00 | 0.00 | 0.00 | 0.00 | 0.00 | 460,277.69 | 770,749.95 | 32,262,833.3 | -103,457,427.8 |
| | 200.00 | 0.00 | 273.47 | 200.00 | -3,290.00 | 0.00 | 0.00 | 0.00 | 0.00 | 460,277.69 | 770,749.95 | 32,262,833.3 | -103,457,427.8 |
| | 300.00 | 0.00 | 273.47 | 300.00 | -3,190.00 | 0.00 | 0.00 | 0.00 | 0.00 | 460,277.69 | 770,749.95 | 32,262,833.3 | -103,457,427.8 |
| Build 1.5°/100ft | 400.00 | 0.00 | 273.47 | 400.00 | -3,090.00 | 0.00 | 0.00 | 0.00 | 0.00 | 460,277.69 | 770,749.95 | 32,262,833.3 | -103,457,427.8 |
| | 500.00 | 1.50 | 273.47 | 499.99 | -2,990.01 | -0.09 | 0.08 | -1.31 | 1.50 | 460,277.77 | 770,748.64 | 32,262,835.7 | -103,457,447.01 |
| | 600.00 | 3.00 | 273.47 | 599.91 | -2,890.09 | -0.36 | 0.32 | -5.23 | 1.50 | 460,277.69 | 770,749.95 | 32,262,835.7 | -103,457,447.01 |
| | 700.00 | 4.50 | 273.47 | 699.69 | -2,790.31 | -0.82 | 0.71 | -11.75 | 1.50 | 460,278.40 | 770,738.20 | 32,262,835.5 | -103,457,480.78 |
| | 800.00 | 6.00 | 273.47 | 799.27 | -2,690.73 | -1.46 | 1.27 | -20.89 | 1.50 | 460,278.56 | 770,729.06 | 32,262,837.28 | -103,457,510.31 |
| | 900.00 | 7.50 | 273.47 | 898.57 | -2,591.43 | -2.27 | 1.98 | -32.62 | 1.50 | 460,279.67 | 770,717.33 | 32,262,839.49 | -103,457,548.24 |
| Rustler (RSLR) | 954.62 | 8.32 | 273.47 | 952.67 | -2,537.33 | -2.80 | 2.43 | -40.12 | 1.50 | 460,280.12 | 770,709.83 | 32,262,939.01 | -103,457,572.50 |
| | 1,000.00 | 9.00 | 273.47 | 997.54 | -2,492.46 | -3.27 | 2.85 | -46.94 | 1.50 | 460,280.54 | 770,703.01 | 32,262,932.20 | -103,457,954.55 |
| | 1,100.00 | 10.50 | 273.47 | 1,096.09 | -2,393.91 | -4.45 | 3.87 | -63.84 | 1.50 | 460,281.16 | 770,686.11 | 32,262,935.40 | -103,457,649.20 |
| | 1,200.00 | 12.00 | 273.47 | 1,194.16 | -2,295.84 | -5.81 | 5.05 | -83.32 | 1.50 | 460,282.74 | 770,666.63 | 32,262,939.08 | -103,457,712.15 |
| | 1,300.00 | 13.50 | 273.47 | 1,291.70 | -2,198.30 | -7.34 | 6.38 | -105.35 | 1.50 | 460,284.07 | 770,644.61 | 32,262,403.24 | -103,457,783.38 |
| Saldo (SLDO) | 1,334.47 | 14.02 | 273.47 | 1,325.18 | -2,164.82 | -7.91 | 6.88 | -113.53 | 1.50 | 460,284.57 | 770,636.42 | 32,262,404.79 | -103,457,809.83 |
| | 1,400.00 | 15.00 | 273.47 | 1,388.62 | -2,101.38 | -9.05 | 7.87 | -129.92 | 1.50 | 460,285.56 | 770,620.04 | 32,262,407.88 | -103,457,862.81 |
| | 1,500.00 | 16.50 | 273.47 | 1,484.86 | -2,005.14 | -10.94 | 9.52 | -157.01 | 1.50 | 460,287.21 | 770,592.94 | 32,262,413.00 | -103,457,950.41 |
| | 1,600.00 | 18.00 | 273.47 | 1,580.36 | -1,861.64 | -11.00 | 11.31 | -181.61 | 1.50 | 460,289.00 | 770,563.30 | 32,262,414.26 | -103,458,048.10 |
| | 1,700.00 | 19.50 | 273.47 | 1,678.05 | -1,714.95 | -12.24 | 13.25 | -218.69 | 1.50 | 460,290.20 | 770,540.26 | 32,262,414.64 | -103,458,184.84 |
| Hold | 1,787.92 | 20.82 | 273.47 | 1,767.58 | -1,732.00 | -17.35 | 15.09 | -248.93 | 1.50 | 460,292.78 | 770,501.02 | 32,262,430.98 | -103,458,247.61 |
| | 1,800.00 | 20.82 | 273.47 | 1,768.87 | -1,721.13 | -17.65 | 15.35 | -253.22 | 0.00 | 460,293.04 | 770,496.73 | 32,262,431.19 | -103,458,261.47 |
| | 1,900.00 | 20.82 | 273.47 | 1,862.34 | -1,627.66 | -20.12 | 17.50 | -288.70 | 0.00 | 460,295.19 | 770,461.25 | 32,262,437.89 | -103,458,376.17 |
| | 2,000.00 | 20.82 | 273.47 | 1,955.81 | -1,534.19 | -22.59 | 19.65 | -324.17 | 0.00 | 460,297.34 | 770,425.78 | 32,262,444.60 | -103,458,908.7 |
| | 2,100.00 | 20.82 | 273.47 | 2,049.28 | -1,440.72 | -25.06 | 21.80 | -359.65 | 0.00 | 460,299.49 | 770,390.30 | 32,262,451.30 | -103,458,605.57 |
| | 2,200.00 | 20.82 | 273.47 | 2,142.76 | -1,347.24 | -27.53 | 23.95 | -395.13 | 0.00 | 460,301.64 | 770,354.83 | 32,262,458.01 | -103,458,720.27 |
| | 2,300.00 | 20.82 | 273.47 | 2,236.23 | -1,253.77 | -30.01 | 26.10 | -430.60 | 0.00 | 460,303.79 | 770,319.35 | 32,262,464.71 | -103,458,834.96 |
| | 2,400.00 | 20.82 | 273.47 | 2,329.70 | -1,160.30 | -32.48 | 28.25 | -466.08 | 0.00 | 460,305.94 | 770,283.88 | 32,262,471.42 | -103,458,949.66 |
| | 2,500.00 | 20.82 | 273.47 | 2,423.17 | -1,066.83 | -34.95 | 30.40 | -501.55 | 0.00 | 460,325.29 | 770,248.40 | 32,262,478.12 | -103,459,604.36 |
| | 2,600.00 | 20.82 | 273.47 | 2,516.64 | -973.36 | -37.42 | 32.55 | -537.03 | 0.00 | 460,310.24 | 770,212.92 | 32,262,484.83 | -103,459,179.06 |
| | 2,700.00 | 20.82 | 273.47 | 2,610.11 | -879.89 | -39.89 | 34.70 | -572.51 | 0.00 | 460,312.39 | 770,177.45 | 32,262,491.53 | -103,459,237.76 |
| | 2,800.00 | 20.82 | 273.47 | 2,703.58 | -786.42 | -42.37 | 36.85 | -607.98 | 0.00 | 460,314.54 | 770,141.97 | 32,262,498.24 | -103,459,408.46 |
| | 2,900.00 | 20.82 | 273.47 | 2,797.05 | -692.95 | -44.84 | 39.00 | -643.46 | 0.00 | 460,316.69 | 770,106.50 | 32,262,504.94 | -103,459,231.15 |
| | 3,000.00 | 20.82 | 273.47 | 2,890.52 | -599.48 | -47.31 | 41.15 | -678.94 | 0.00 | 460,318.84 | 770,071.02 | 32,262,511.64 | -103,459,637.85 |
| | 3,100.00 | 20.82 | 273.47 | 2,983.39 | -506.01 | -49.78 | 43.30 | -714.41 | 0.00 | 460,320.99 | 770,035.54 | 32,262,518.35 | -103,459,752.55 |
| | 3,200.00 | 20.82 | 273.47 | 3,077.46 | -412.54 | -52.25 | 45.45 | -749.89 | 0.00 | 460,332.14 | 770,000.07 | 32,262,525.05 | -103,459,867.25 |
| | 3,300.00 | 20.82 | 273.47 | 3,170.93 | -319.06 | -54.73 | 47.60 | -785.36 | 0.00 | 460,325.29 | 769,964.59 | 32,262,531.75 | -103,459,991.95 |
| | 3,400.00 | 20.82 | 273.47 | 3,264.41 | -225.59 | -57.20 | 49.75 | -820.84 | 0.00 | 460,327.44 | 769,939.12 | 32,262,538.46 | -103,460,069.65 |
| | 3,500.00 | 20.82 | 273.47 | 3,357.80 | -132.12 | -59.67 | 51.90 | -856.32 | 0.00 | 460,329.59 | 769,893.64 | 32,262,545.16 | -103,460,211.34 |
| | 3,600.00 | 20.82 | 273.47 | 3,451.35 | -36.65 | -62.14 | 54.05 | -907.66 | 0.00 | 460,331.74 | 769,858.17 | 32,262,551.86 | -103,460,326.04 |
| Castle (CSTL) | 3,624.99 | 20.82 | 273.47 | 3,474.71 | -12.29 | -62.66 | 54.59 | -946.66 | 0.00 | 460,333.90 | 769,849.40 | 32,262,557.01 | -103,460,440.71 |
| | 3,700.00 | 20.82 | 273.47 | 3,494.02 | -1.50 | -64.82 | 56.00 | -988.23 | 0.00 | 460,338.19 | 769,761.74 | 32,262,567.07 | -103,460,670.14 |
| | 3,800.00 | 20.82 | 273.47 | 3,638.29 | 44.29 | -67.09 | 58.35 | -962.75 | 0.00 | 460,336.04 | 769,721.21 | 32,262,652.07 | -103,460,555.44 |
| | 3,900.00 | 20.82 | 273.47 | 3,731.76 | 241.76 | -69.66 | 60.50 | -998.23 | 0.00 | 460,338.19 | 769,682.69 | 32,262,558.07 | -103,460,404.74 |
| | 4,000.00 | 20.82 | 273.47 | 3,825.23 | 335.23 | -72.03 | 62.65 | -1,033.70 | 0.00 | 460,340.24 | 769,645.31 | 32,262,520.08 | -103,460,742.44 |
| | 4,100.00 | 20.82 | 273.47 | 3,919.70 | 428.70 | -74.50 | 64.80 | -1,069.17 | 0.00 | 460,342.49 | 769,600.79 | 32,262,685.38 | -103,460,995.44 |
| | 4,200.00 | 20.82 | 273.47 | 4,012.17 | 522.17 | -76.97 | 66.95 | -1,104.65 | 0.00 | 460,344.64 | 769,645.31 | 32,262,592.08 | -103,461,014.24 |
| | 4,300.00 | 20.82 | 273.47 | 4,105.65 | 615.65 | -79.45 | 69.10 | -1,140.13 | 0.00 | 460,346.79 | 769,609.83 | 32,262,598.79 | -103,461,128.93 |
| | 4,400.00 | 20.82 | 273.47 | 4,199.12 | 709.12 | -81.92 | 71.25 | -1,175.60 | 0.00 | 460,348.94 | 769,574.36 | 32,262,605.49 | -103,461,243.63 |
| | 4,500.00 | 20.82 | 273.47 | 4,292.59 | 802.59 | -84.39 | 73.40 | -1,211.08 | 0.00 | 460,351.09 | 769,538.88 | 32,262,612.19 | -103,461,358.33 |
| | 4,600.00 | 20.82 | 273.47 | 4,386.06 | 896.06 | -86.86 | 75.55 | -1,246.55 | 0.00 | 460,353.24 | 769,503.41 | 32,262,618.89 | -103,461,473.03 |
| | 4,700.00 | 20.82 | 273.47 | 4,479.59 | 993.86 | -90.36 | 77.66 | -1,281.56 | 0.00 | 460,357.54 | 769,473.45 | 32,262,632.30 | -103,461,702.43 |
| | 4,800.00 | 20.82 | 273.47 | 5,932.68 | 2,442.68 | -127.77 | 111.13 | -1,833.56 | 0.00 | 460,388.82 | 768,916.40 | 32,262,729.78 | -103,463,370.90 |
| | 4,900.00 | 20.82 | 273.47 | 5,942.72 | 2,452.72 | -128.03 | 111.36 | -1,837.38 | 0.00 | 460,389.05 | 768,912.59 | 32,262,730.50 | -103,463,383.23 |
| | 5,000.00 | 20.82 | 273.47 | 5,952.14 | 2,485.12 | -128.84 | 112.10 | -1,849.50 | 1.50 | 460,389.79 | 768,900.46 | 32,262,732.79 | -103,463,422.44 |

| Comments | MD (ft) | Incl (°) | Azim (°) | TVD (ft) | TVSS (ft) | VSEC (ft) | NS (ft) | EW (ft) | DLS (ft/100ft) | Northing (ftUS) | Easting (ftUS) | Latitude (°) | Longitude (°) |
|--------------------------------|-----------|----------|----------|-------------|-----------|-----------|-----------|-----------|----------------|-----------------|----------------|--------------|---------------|
| Lower Avalon (AVL) | 9,352.11 | 0.00 | 273.47 | 8,999.09 | 5,509.09 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 9,400.00 | 0.00 | 273.47 | 9,046.98 | 5,556.98 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 9,500.00 | 0.00 | 273.47 | 9,146.98 | 5,656.98 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 9,600.00 | 0.00 | 273.47 | 9,246.98 | 5,756.98 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 9,700.00 | 0.00 | 273.47 | 9,346.98 | 5,856.98 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 9,800.00 | 0.00 | 273.47 | 9,446.98 | 5,956.98 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 9,900.00 | 0.00 | 273.47 | 9,546.98 | 6,056.98 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| Build 8'/100ft | 9,945.32 | 0.00 | 273.47 | 9,592.30 | 6,102.30 | -145.38 | 126.45 | -2,086.31 | 0.00 | 460,404.14 | 768,663.66 | 32.26277751 | -103.46418806 |
| | 10,000.00 | 4.37 | 179.43 | 9,646.93 | 6,156.93 | -142.39 | 124.36 | -2,086.29 | 8.00 | 460,402.05 | 768,663.68 | 32.26277718 | -103.46418805 |
| First Bone Spring Upper (FBU) | 10,018.44 | 5.85 | 179.43 | 9,665.30 | 6,175.30 | -141.65 | 122.72 | -2,086.27 | 8.00 | 460,400.41 | 768,663.70 | 32.26276726 | -103.46418804 |
| | 10,100.00 | 12.37 | 179.43 | 9,745.78 | 6,255.78 | -128.74 | 109.81 | -2,086.14 | 8.00 | 460,387.75 | 768,663.82 | 32.26273177 | -103.46418796 |
| | 10,200.00 | 20.37 | 179.43 | 9,841.65 | 6,351.65 | -100.57 | 81.64 | -2,085.86 | 8.00 | 460,359.33 | 768,664.10 | 32.26265435 | -103.46418780 |
| First Bone Spring Lower (FBL) | 10,262.33 | 25.36 | 179.43 | 9,899.06 | 6,400.06 | -76.36 | 57.43 | -2,085.62 | 8.00 | 460,335.12 | 768,664.34 | 32.26258779 | -103.46418765 |
| | 10,300.00 | 28.37 | 179.43 | 9,932.66 | 6,442.66 | -59.33 | 40.41 | -2,085.45 | 8.00 | 460,318.10 | 768,664.51 | 32.26254100 | -103.46418755 |
| | 10,400.00 | 36.37 | 179.43 | 10,017.05 | 6,527.05 | -5.83 | -13.09 | -2,084.92 | 8.00 | 460,264.60 | 768,665.05 | 32.26239394 | -103.46418723 |
| | 10,500.00 | 44.37 | 179.43 | 10,093.17 | 6,603.17 | 58.89 | -77.81 | -2,084.28 | 8.00 | 460,199.88 | 768,665.69 | 32.26221602 | -103.46418684 |
| Second Bone Spring Upper (SBU) | 10,660.85 | 57.24 | 179.43 | 10,194.60 | 6,704.60 | 183.30 | -202.21 | -2,083.04 | 8.00 | 460,075.48 | 768,666.93 | 32.26187407 | -103.46418610 |
| | 10,700.00 | 60.37 | 179.43 | 10,214.87 | 6,724.87 | 216.78 | -235.69 | -2,082.71 | 8.00 | 460,042.00 | 768,667.26 | 32.26178203 | -103.46418590 |
| | 10,800.00 | 68.37 | 179.43 | 10,258.87 | 6,768.09 | 306.87 | -325.78 | -2,081.81 | 8.00 | 459,951.91 | 768,668.16 | 32.26153439 | -103.46418536 |
| | 10,900.00 | 76.37 | 179.43 | 10,288.34 | 6,798.34 | 402.10 | -421.00 | -2,080.87 | 8.00 | 459,856.60 | 768,669.10 | 32.26127264 | -103.46418479 |
| Landing Point | 11,000.00 | 84.37 | 179.43 | 10,305.05 | 6,815.05 | 505.61 | -519.51 | -2,079.89 | 8.00 | 459,758.18 | 768,670.08 | 32.26100185 | -103.46418421 |
| FTP Cross | 11,043.68 | 87.87 | 179.43 | 10,308.00 | 6,818.00 | 544.19 | -563.00 | -2,079.45 | 8.00 | 459,714.51 | 768,670.52 | 32.26088208 | -103.46418395 |
| | 11,043.78 | 87.87 | 179.43 | 10,308.01 | 6,818.01 | 544.29 | -563.18 | -2,079.45 | 0.00 | 459,714.51 | 768,670.52 | 32.26088181 | -103.46418395 |
| | 11,100.00 | 87.87 | 179.43 | 10,310.10 | 6,820.10 | 600.47 | -619.36 | -2,078.89 | 0.00 | 459,658.33 | 768,671.08 | 32.26072738 | -103.46418361 |
| | 11,200.00 | 87.87 | 179.43 | 10,313.81 | 6,823.40 | 700.40 | -719.29 | -2,077.90 | 0.00 | 459,585.41 | 768,672.02 | 32.26054522 | -103.46418321 |
| | 11,300.00 | 87.87 | 179.43 | 10,317.52 | 6,825.53 | 800.33 | -819.14 | -2,076.91 | 0.00 | 459,518.48 | 768,673.06 | 32.26038102 | -103.46418242 |
| | 11,400.00 | 87.87 | 179.43 | 10,321.25 | 6,831.25 | 900.26 | -918.14 | -2,075.91 | 0.00 | 459,458.55 | 768,674.00 | 32.26003034 | -103.46418162 |
| | 11,500.00 | 87.87 | 179.43 | 10,327.67 | 6,834.07 | 1,000.10 | -1,016.06 | -2,074.62 | 0.00 | 459,383.63 | 768,674.05 | 32.25932665 | -103.46418132 |
| | 11,600.00 | 87.87 | 179.43 | 10,328.69 | 6,838.69 | 1,100.12 | -1,118.89 | -2,073.93 | 0.00 | 459,318.71 | 768,676.04 | 32.25935397 | -103.46418063 |
| | 11,700.00 | 87.87 | 179.43 | 10,332.41 | 6,842.41 | 1,200.05 | -1,218.82 | -2,072.93 | 0.00 | 459,258.78 | 768,677.04 | 32.25907929 | -103.46418003 |
| | 11,800.00 | 87.87 | 179.43 | 10,336.12 | 6,846.12 | 1,299.98 | -1,318.84 | -2,071.94 | 0.00 | 459,188.86 | 768,678.03 | 32.25880461 | -103.46417943 |
| | 11,900.00 | 87.87 | 179.43 | 10,339.84 | 6,849.84 | 1,399.91 | -1,418.77 | -2,070.94 | 0.00 | 458,858.93 | 768,679.02 | 32.25852292 | -103.46417883 |
| | 12,000.00 | 87.87 | 179.43 | 10,343.56 | 6,853.56 | 1,499.85 | -1,518.69 | -2,069.95 | 0.00 | 458,759.01 | 768,680.02 | 32.25822524 | -103.46417824 |
| | 12,100.00 | 87.87 | 179.43 | 10,347.28 | 6,857.28 | 1,598.72 | -1,618.62 | -2,068.96 | 0.00 | 458,659.16 | 768,681.01 | 32.25798056 | -103.46417764 |
| | 12,200.00 | 87.87 | 179.43 | 10,351.00 | 6,861.00 | 1,699.71 | -1,718.55 | -2,067.96 | 0.00 | 458,559.16 | 768,682.01 | 32.25770588 | -103.46417704 |
| | 12,300.00 | 87.87 | 179.43 | 10,354.71 | 6,864.71 | 1,799.64 | -1,818.47 | -2,066.97 | 0.00 | 458,459.23 | 768,683.00 | 32.25743119 | -103.46417645 |
| PPP2, Turn 2'/100ft | 12,338.33 | 87.87 | 179.43 | 10,356.14 | 6,866.14 | 1,837.94 | -1,856.78 | -2,066.59 | 0.00 | 458,420.93 | 768,683.38 | 32.25732590 | -103.46417622 |
| Hold to TD | 12,338.61 | 87.87 | 179.43 | 10,356.15 | 6,866.15 | 1,838.22 | -1,857.05 | -2,066.59 | 2.00 | 458,420.65 | 768,683.38 | 32.25732514 | -103.46417622 |
| | 12,400.00 | 87.87 | 179.43 | 10,358.43 | 6,868.43 | 1,899.57 | -1,918.40 | -2,065.98 | 0.00 | 458,359.31 | 768,683.99 | 32.25715651 | -103.46417585 |
| | 12,500.00 | 87.87 | 179.43 | 10,362.14 | 6,867.12 | 1,999.50 | -2,018.32 | -2,064.98 | 0.00 | 458,259.38 | 768,684.99 | 32.25688183 | -103.46417525 |
| | 12,600.00 | 87.87 | 179.43 | 10,365.84 | 6,875.84 | 2,099.43 | -2,116.25 | -2,063.99 | 0.00 | 458,159.46 | 768,685.98 | 32.25660715 | -103.46417466 |
| | 12,700.00 | 87.87 | 179.43 | 10,369.55 | 6,879.55 | 2,193.36 | -2,218.18 | -2,063.00 | 0.00 | 458,059.53 | 768,686.97 | 32.25633246 | -103.46417406 |
| | 12,800.00 | 87.87 | 179.43 | 10,373.26 | 6,883.26 | 2,299.29 | -2,318.10 | -2,062.00 | 0.00 | 457,959.61 | 768,687.97 | 32.25607578 | -103.46417347 |
| | 12,900.00 | 87.87 | 179.43 | 10,376.97 | 6,886.97 | 2,399.22 | -2,418.00 | -2,061.01 | 0.00 | 457,859.23 | 768,688.96 | 32.25578310 | -103.46417287 |
| | 13,000.00 | 87.87 | 179.43 | 10,380.68 | 6,890.68 | 2,499.16 | -2,517.93 | -2,060.02 | 0.00 | 457,759.74 | 768,689.95 | 32.25550841 | -103.46417227 |
| | 13,100.00 | 87.87 | 179.43 | 10,384.39 | 6,894.39 | 2,599.09 | -2,617.81 | -2,059.02 | 0.00 | 457,659.95 | 768,690.95 | 32.25523373 | -103.46417168 |
| | 13,200.00 | 87.87 | 179.43 | 10,388.10 | 6,898.09 | 2,699.02 | -2,636.71 | -2,058.03 | 0.00 | 457,559.91 | 768,691.94 | 32.25504943 | -103.46417108 |
| | 13,300.00 | 87.87 | 179.43 | 10,391.80 | 6,901.80 | 2,798.95 | -2,651.73 | -2,056.03 | 0.00 | 457,459.86 | 768,692.93 | 32.25483439 | -103.46417049 |
| | 13,400.00 | 87.87 | 179.43 | 10,395.51 | 6,905.51 | 2,898.88 | -2,671.66 | -2,056.04 | 0.00 | 457,359.86 | 768,693.93 | 32.25440669 | -103.46416989 |
| | 13,500.00 | 87.87 | 179.43 | 10,399.22 | 6,909.22 | 2,998.81 | -2,071.59 | -2,055.05 | 0.00 | 457,260.13 | 768,694.92 | 32.25413499 | -103.46416929 |
| | 13,600.00 | 87.87 | 179.43 | 10,402.93 | 6,912.93 | 3,098.74 | -2,071.55 | -2,054.05 | 0.00 | 457,160.20 | 768,695.91 | 32.25386301 | -103.46416869 |
| | 13,657.99 | 87.87 | 179.43 | 10,405.08 | 6,916.08 | 3,156.69 | -2,071.07 | -2,053.44 | 0.00 | 457,062.07 | 768,696.49 | 32.25377013 | -103.46416835 |
| | 13,700.00 | 87.87 | 179.50 | 10,406.64 | 6,916.64 | 3,198.67 | -2,174.44 | -2,053.11 | 0.00 | 457,062.80 | 768,697.72 | 32.25331094 | -103.46416809 |
| | 13,800.00 | 87.87 | 179.50 | 10,410.35 | 6,920.35 | 3,298.61 | -3,137.37 | -2,052.25 | 0.00 | 456,960.35 | 768,697.72 | 32.25310496 | -103.46416780 |
| | 13,900.00 | 87.87 | 179.50 | 10,414.05 | 6,924.05 | 3,398.54 | -3,173.30 | -2,051.39 | 0.00 | 456,860.43 | 768,698.58 | 32.25303626 | -103.46416791 |
| | 14,000.00 | 87.87 | 179.50 | 10,417.76 | 6,927.76 | 3,498.47 | -3,172.22 | -2,050.52 | 0.00 | 456,760.50 | 768,699.45 | 32.25276158 | -103.46416773 |
| | 14,100.00 | 87.87 | 179.50 | 10,421.47 | 6,931.47 | 3,598.40 | -3,171.15 | -2,049.66 | 0.00 | 456,660.57 | 768,700.31 | 32.25248689 | -103.46416756 |
| | 14,200.00 | 87.87 | 179.50 | 10,425.18 | 6,935.18 | 3,698.33 | -3,171.08 | -2,048.79 | 0.00 | 456,560.65 | 768,701.17 | 32.25221221 | -103.46416738 |
| | 14,300.00 | 87.87 | 179.50 | 10,428.89 | 6,938.89 | 3,798.26 | -3,170.01 | -2,048.93 | 0.00 | 456,460.74 | 768,702.04 | 32.25193752 | -103.46416720 |
| | 14,400.00 | 87.87 | 179.50 | 10,436.30 | 6,946.40 | 3,998.12 | -4,016.86 | -2,046.20 | 0.00 | 456,260.87 | 768,703.77 | 32.25138816 | -103.46416685 |
| | 14,500.00 | 87.87 | 179.50 | 10,443.78</ | | | | | | | | | |

| Comments | MD (ft) | Incl (°) | Azim (°) | TVD (ft) | TVDS (ft) | VSEC (ft) | NS (ft) | EW (ft) | DLS (°/100ft) | Northing (ftUS) | Easting (ftUS) | Latitude (°) | Longitude (°) |
|------------|------------|-------------|-------------|-------------|--------------|--------------|------------|------------|------------------|--------------------|-------------------|-----------------|------------------|
| 8,686.017 | | 8.750 | | 7,000 | | | | | | | | | |
| 18,914.626 | | 6.125 | | | | | | | | | | | |

State of New Mexico
Energy, Minerals and Natural Resources Department

Submit Electronically
Via E-permitting

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

I. Operator: Chevron USA Inc **OGRID:** 4323 **Date:** 05/28/2025

II. Type: Original Amendment due to 19.15.27.9.D(6)(a) NMAC 19.15.27.9.D(6)(b) NMAC Other.

If Other, please describe: _____

III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

| Well Name | API | ULSTR | Footages | Anticipated Oil BBL/D | Anticipated Gas MCF/D | Anticipated Produced Water BBL/D |
|------------------------|---------|------------------------|-----------------------|-----------------------|-----------------------|----------------------------------|
| ZN 34 3 STATE COM 416H | Pending | UL-F Sec 34 23S 34E | 2119'FNL 2635' FWL | 1815 BBL/D | 3116 MCF/D | 2397 BBL/D |
| ZN 34 3 STATE COM 417H | Pending | UL-G Sec 34 23S 34E | 2119'FNL 2604' FEL | 1815 BBL/D | 3116 MCF/D | 2397 BBL/D |
| ZN 34 3 STATE COM 418H | Pending | UL-G Sec 34 23S 34E | 2120'FNL 2564' FEL | 1815 BBL/D | 3116 MCF/D | 2397 BBL/D |
| ZN 34 3 STATE COM 616H | Pending | UL-G Sec 34 23S 34E | 2119'FNL 2624' FEL | 1815 BBL/D | 3116 MCF/D | 2397 BBL/D |
| ZN 34 3 STATE COM 617H | Pending | UL-G Sec 34 23S 34E | 2120'FNL 2584' FEL | 1815 BBL/D | 3116 MCF/D | 2397 BBL/D |
| ZN 34 3 STATE COM 618H | Pending | UL G Sec 34 23S 34E | 2120'FNL 2544' FEL | 1815 BBL/D | 3116 MCF/D | 2397 BBL/D |

IV. Central Delivery Point Name: Central Tank Battery 34 [See 19.15.27.9(D)(1) NMAC]

V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

| Well Name | API | Spud Date | TD Reached Date | Completion Commencement Date | Initial Flow Back Date | First Production Date |
|------------------------|---------|------------|-----------------|------------------------------|------------------------|-----------------------|
| ZN 34 3 STATE COM 416H | Pending | 11/21/2027 | N/A | N/A | N/A | N/A |
| ZN 34 3 STATE COM 417H | Pending | 11/21/2027 | N/A | N/A | N/A | N/A |
| ZN 34 3 STATE COM 418H | Pending | 11/21/2027 | N/A | N/A | N/A | N/A |
| ZN 34 3 STATE COM 616H | Pending | 11/21/2027 | N/A | N/A | N/A | N/A |
| ZN 34 3 STATE COM 617H | Pending | 11/21/2027 | N/A | N/A | N/A | N/A |
| ZN 34 3 STATE COM 618H | Pending | 11/21/2027 | N/A | N/A | N/A | N/A |

VI. Separation Equipment: Attach a complete description of how Operator will size separation equipment to optimize gas capture.

VII. Operational Practices: Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

VIII. Best Management Practices: Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

Section 2 – Enhanced Plan
EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

| Well | API | Anticipated Average Natural Gas Rate MCF/D | Anticipated Volume of Natural Gas for the First Year MCF |
|------|-----|--|--|
| | | | |
| | | | |

X. Natural Gas Gathering System (NGGS):

| Operator | System | ULSTR of Tie-in | Anticipated Gathering Start Date | Available Maximum Daily Capacity of System Segment Tie-in |
|----------|--------|-----------------|----------------------------------|---|
| | | | | |
| | | | | |

XI. Map. Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system will will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

XIII. Line Pressure. Operator does does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

Attach Operator's plan to manage production in response to the increased line pressure.

XIV. Confidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications

Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system.

If Operator checks this box, Operator will select one of the following:

Well Shut-In. Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

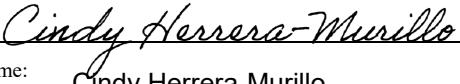
1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

(a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or

(b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.

2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

| | |
|--|---|
| Signature: |  |
| Printed Name: | Cindy Herrera-Murillo |
| Title: | Sr HSE Regulatory affairs Coordinator |
| E-mail Address: | CHerreraMurillo@chevron.com |
| Date: | 5/28/2025 |
| Phone: | 575-263-0431 |
| OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form) | |
| Approved By: | |
| Title: | |
| Approval Date: | |
| Conditions of Approval: | |

VI. Separation Equipment:

Separation equipment installed at each Chevron facility is designed for maximum anticipated throughput and pressure to minimize waste. Separation equipment is designed and built according to ASME Sec VIII Div I to ensure gas is separated from liquid streams according to projected production.

VII./VIII. Operational & Best Management Practices:**1. General Requirements for Venting and Flaring of Natural Gas:**

- In all circumstances, Chevron will flare rather than vent unless flaring is technically infeasible and venting of natural gas will avoid a risk of an immediate and substantial adverse impact on safety, public health, or the environment.
- Chevron installs and operates vapor recovery units (VRUs) in new facilities to minimize venting and flaring. If a VRU experiences operating issues, it is quickly assessed so that action can be taken to return the VRU to operation or, if necessary, facilities are shut-in to reduce the venting or flaring of natural gas.

2. During Drilling Operations:

- Flare stacks will be located a minimum of 110 feet from the nearest surface hole location.
- If an emergency or malfunction occurs, gas will be flared or vented to avoid a risk of an immediate and substantial adverse impact on public health, safety or the environment and be properly reported to the NMOCD pursuant to 19.15.27.8.G.
- Natural gas is captured or combusted if technically feasible using best industry practices and control technologies, such as the use of separators (e.g., Sand Commanders) during normal drilling and completions operations.

3. During Completions:

- Chevron typically does not complete traditional flowback, instead Chevron will flow produced oil, water, and gas to a centralized tank battery and continuously recover salable quality gas. If Chevron completes traditional flowback, Chevron conducts reduced emission completions as required by 40 CFR 60.5375a by routing gas to a gas flow line as soon as practicable once there is enough gas to operate a separator. Venting does not occur once there is enough gas to operate a separator
- Normally, during completions a flare is not on-site. A Snubbing Unit will have a flare on-site, and the flare volume will be estimated.
- If natural gas does not meet pipeline quality specification, the gas is sampled twice per week until the gas meets the specifications.

4. During Production:

- An audio, visual and olfactory (AVO) inspection will be performed daily (at minimum) for active wells and facilities to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC. Inactive, temporarily abandoned, or shut-in wells and facilities will be inspected weekly. Inspection records will be kept for a minimum of five years and will be available upon request by the division.
- Monitor manual liquid unloading for wells on-site, takes all reasonable actions to achieve a stabilized rate and pressure at the earliest practical time and takes reasonable actions to minimize venting to the maximum extent practicable.
- In all circumstances, Chevron will flare rather than vent unless flaring is technically infeasible and venting of natural gas will avoid a risk of an immediate and substantial adverse impact on safety, public health, or the environment.
- Chevron's design for new facilities utilizes air-activated pneumatic controllers and pumps.
- If natural gas does not meet pipeline quality specification, the gas is sampled twice per week until the gas meets the specifications.
- Chevron does not produce oil or gas until all flowlines, tank batteries, and oil/gas takeaway are installed, tested, and determined operational.

5. Performance Standards

- Equipment installed at each facility is designed for maximum anticipated throughput and pressure to minimize waste. Tank pressure relief systems utilize a soft seated or metal seated PSVs, as appropriate, which are both designed to not leak.
- Flare stack has been designed for proper size and combustion efficiency. New flares will have a continuous pilot and will be located at least 100 feet from the well and storage tanks and will be securely anchored.
- New tanks will be equipped with an automatic gauging system.
- An audio, visual and olfactory (AVO) inspection will be performed daily (at minimum) for active wells and facilities to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC. Inactive, temporarily abandoned, or shut-in wells and facilities will be inspected weekly. Inspection records will be kept for a minimum of five years and will be available upon request by the division.

6. Measurement or Estimation of Vented and Flared Natural Gas

- Chevron estimates or measures the volume of natural gas that is vented, flared, or beneficially used during drilling, operations, regardless of the reason or authorization for such venting or flaring.
- Where technically practicable, Chevron will install meters on flares installed after May 25, 2021. Meters will conform to industry standards. Bypassing the meter will only occur for inspecting and servicing of the meter.

Pad Summary: ZN Pad 11

The table below lists all the wells for the given pad and their respective name and TVD's (ft) for their production target intervals:

| Well Name(s) | Target TVD | Formation Desc. |
|------------------------|------------|-----------------|
| ZN 34 3 State Com 416H | 10,600 | Bonespring |
| ZN 34 3 State Com 417H | 10,617 | Bonespring |
| ZN 34 3 State Com 418H | 10,635 | Bonespring |
| ZN 34 3 State Com 616H | 11,594 | Wolfcamp A |
| ZN 34 3 State Com 617H | 11,619 | Wolfcamp A |
| ZN 34 3 State Com 618H | 11,646 | Wolfcamp A |

1. GEOLOGICAL TOPS

Elevation: As seen in C-102

The estimated tops of important geologic markers are as follows:

| FORMATION | LITHOLOGIES | TVD | MD | Producing Formation? |
|---------------------------------|---------------------|--------|--------|------------------------|
| Rustler (RSLR)□ | Sandstone | 953 | 955 | No |
| Saldo (SLDO)□ | Anhydrite/Salt | 1,325 | 1,334 | No |
| Castile (CSTL)□ | Anhydrite/Salt | 3,475 | 3,624 | No |
| Lamar (LMAR)□ | Limestone/Shale | 5,073 | 5,333 | No |
| Bell Canyon (BEL)□ | Sandstone/Limestone | 5,117 | 5,381 | No |
| Cherry Canyon (CHR)□ | Sandstone/Siltstone | 5,933 | 6,253 | No |
| Brushy Canyon (BCN)□ | Shale/Siltstone | 7,300 | 7,651 | No |
| Bone Spring Lime (BSL)□ | Sandstone/Limestone | 8,590 | 8,941 | No |
| Upper Avalon (AVU)□ | Shale | 8,717 | 9,068 | No |
| Lower Avalon (AVL)□ | Shale | 8,999 | 9,350 | No |
| First Bone Spring Upper (FBU)□ | Shale | 9,665 | 10,016 | No |
| First Bone Spring Lower (FBL)□ | Shale | 9,899 | 10,253 | No |
| Second Bone Spring Upper (SBU)□ | Shale | 10,195 | 10,619 | Yes: Oil & Natural Gas |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

| WELLBORE LOCATIONS | MD | TVD |
|--------------------|--------|--------|
| SHL | - | - |
| KOP | 10,087 | 9,735 |
| FTP | 10,965 | 10,308 |
| LTP | 18,761 | 10,597 |
| BHL | 18,836 | 10,600 |

Chevron
ZN 34 3 State Com 416H
Lea County, NM

2. BOP EQUIPMENT AND TESTING

Rating Depth 10,600 TVD

Equipment

Chevron will have a minimum of a 5,000 psi rig stack for drill out below surface casing

Request Variance: Yes

Variance Request(s)

Chevron respectfully request to vary from the 43 CFR 3172 where it states: "(A full BOP Test) shall be performed: when initially installed and whenever any seal subject to test pressure is broken." We propose to break test if able to finish the next hole section within 21 days of the previous full BOP test. No BOP components nor any break will ever surpass 21 days between testing. A break test will consist of a 250 psi low / \geq 5,000 psi high for 10 min each test against the connection that was broken when skidding the rig. Upon the first nipple up of the pad a full BOP test will be performed. A full BOP test will be completed prior to drilling the production lateral sections unless the BOP connection was not broken prior to drilling that hole section (example: drilling straight from production into production liner hole section). A break test will only be performed on operations where BLM documentation states a 5M or less BOP can be utilized.

Chevron respectfully requests a variance to use a FMC Technologies UH-S Multibowl wellhead, which will be run through the rig floor on surface casing. BOPE will be nipped up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. The field report from FMC Technologies and BOP test information will be provided in a subsequent report at the end of the well. Please see the attached wellhead schematic. An installation manual has been placed on file with the BLM office and remains unchanged from previous submittal. All tests performed by third party.

Chevron respectfully requests a variance from the 0.422" annular clearance requirement per 43 CFR3172 for the intermediate 1 (salt) section under the following condition:

1. Annular clearance to meet or exceed 0.422" between intermediate casing ID and production casing connection OD for the first 500' of overlap between both strings.

Testing Procedure

The stack will be tested as specified in the attached testing requirements. Batch drilling of the surface, production, and production liner will take place. A full BOP test will be performed per hole section, unless approval from BLM is received otherwise (see variance request). Flex choke hose will be used for all wells on the pad (see attached specs and variance). BOP test pressures and other documented tests may be recorded and documented via utilization of the Digital BOP Test Method in lieu of the standard test chart. In the event the digital system is unavailable, the standard test chart will be used.

3. CASING PROGRAM

a. The proposed PRIMARY casing program will be as follows:

| Purpose | Top (MD) | Top (TVD) | Bot (MD) | Bot (TVD) | Hole Size | Csg Size | Weight | Grade | Thread |
|------------------|----------|-----------|----------|-----------|-----------|----------|--------|----------|--------|
| Surface | 0' | 0' | 1,030' | 1,030' | 17.5" | 13.375" | 54.5 # | J-55 | BTC |
| Intermediate 1 | 0' | 0' | 5,313' | 5,053' | 12.25" | 10.75" | 40.5 # | J-55 | BTC |
| Intermediate 2 | 0' | 0' | 10,087' | 9,735' | 9.875" | 7.625" | 29.7 # | P-110ICY | W441 |
| Production Liner | 9,887' | 9,535' | 18,836' | 10,600' | 6.75" | 5." | 13.0 # | P110-ICY | W421 |

Surface casing set below
magenta dolomite and
above top of salt (25 ft
below los medanos)

- b. All casing strings will be new pipe.
- c. Casing design depths subject to revision based on directional drilling and geologic conditions encountered.

Chevron will keep intermediate casing fluid filled at all times and while RIH. Chevron will check casing at a minimum of every 20 jts (~840'), and never to surpass $\frac{1}{3}$ of casing, while running intermediate casing in order to maintain collapse SF.

| Casing String | Min SF Collapse | Min SF Burst | Min SF Axial (Joint) | Min SF Axial (Body) |
|------------------|---|--------------|----------------------|---------------------|
| Surface | 2.34 | 1.80 | 16.19 | 15.20 |
| Intermediate 1 | Refer to attached casing design load analysis | | | |
| Intermediate 2 | 1.45 | 2.58 | 2.77 | 3.69 |
| Production Liner | 1.09 | 2.58 | 2.74 | 3.43 |

4. CEMENTING PROGRAM

| Slurry | Type | Top | Bottom | Quantity | Yield | Density | %Excess | Volume | Additives |
|--|---------|--------|---------|----------|-------|---------|---------|--------|---|
| <u>Surface Casing 13-3/8"</u> | | | | | | | | | |
| Lead | Class C | 0' | 530' | 91 | 2.29 | 12.8 | 25 | 208 | Extender, Antifoam, Retarder, Viscosifier |
| Tail | Class C | 530' | 1,030' | 663 | 1.35 | 14.8 | 25 | 894 | Extender, Antifoam, Retarder, Viscosifier |
| <u>Intermediate 1 Casing 10-3/4"</u> | | | | | | | | | |
| <i>Planned single stage cement job</i> | | | | | | | | | |
| Lead | Class C | 0' | 4,313' | 402 | 2.29 | 11.5 | 25 | 921 | Extender, Antifoam, Retarder, Viscosifier |
| Tail | Class C | 4,313' | 5,313' | 175 | 1.63 | 12.6 | 25 | 285 | Extender, Antifoam, Retarder, Viscosifier |
| <i>Contingency: Top Job</i> | | | | | | | | | |
| 1st Tail | Class C | 0' | 4,313' | 949 | 1.35 | 14.8 | 25 | 1281 | Extender, Antifoam, Retarder, Viscosifier |
| <u>Intermediate 2 Casing 7-5/8"</u> | | | | | | | | | |
| <i>Planned single stage cement job</i> | | | | | | | | | |
| Lead | Class C | 0' | 9,087' | 641 | 3.52 | 10.5 | 25 | 2255 | Extender, Antifoam, Retarder, Viscosifier |
| Tail | Class C | 9,087' | 10,087' | 192 | 1.52 | 12.6 | 25 | 292 | Extender, Antifoam, Retarder, Viscosifier |
| <i>Contingency: Top Job</i> | | | | | | | | | |
| 1st Tail | Class C | 0' | 7,087' | 1534 | 1.35 | 14.8 | 25 | 2071 | Extender, Antifoam, Retarder, Viscosifier |
| <u>Production Liner 5</u> | | | | | | | | | |
| Lead | Class H | 9,887' | 18,836' | 825 | 1.52 | 12.6 | 25 | 1255 | Extender, Antifoam, Retarder, Viscosifier |

Surface casing shall have at least one centralizer installed on each of the bottom three joints starting with the shoe joint.

5. MUD PROGRAM

| Top | Bottom | Type | Min MW | Max MW at TD | Additional Characteristics |
|---------|---------|-----------|--------|--------------|---|
| 0' | 1,030' | Spud Mud | 8.3 | 9 | |
| 1,030' | 5,313' | Brine | 8.3 | 10.0 | Saturated brine would be used through salt sections. |
| 5,313' | 10,087' | WBM/Brine | 8.7 | 10.0 | |
| 10,087' | 18,836' | OBM | 9.0 | 12.0 | Due to wellbore instability in the lateral, may exceed the MW window needed to maintain overburden stresses |

A weighting agent and lost circulating material (LCM) will be onsite to mitigate pressure or lost circulation as hole conditions dictate.

If an open reserve pit is not approved by OCD, a closed system will be used consisting of above ground steel tanks and all wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. If an open reserve pit is in place, pit construction, operation, and closure will follow all applicable rules and regulation. Sanitary wastes will be contained in a chemical porta-toilet and then hauled to an approved sanitary landfill.

All fluids and cuttings will be disposed of in accordance with New Mexico Oil Conservation Division rules and regulations. And transporting of E&P waste will follow EPA regulations and accompanying manifests.

A mud test shall be performed every 24 hours after mudding up to determine, as applicable: density, viscosity, gel strength, filtration, and pH.

Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated -- a pit volume totalizer (PVT), stroke counter, and flow sensor will be used to detect volume changes indicating loss or gain of circulating fluid volume.

6. TESTING, LOGGING, AND CORING

- a. Production tests are not planned.
- b. Logs run include: **Gamma Ray Log, Directional Survey**
Exemption to forego acquiring a neutron log approved by C. Armistead (BLM) on 03/11/2025
- c. Coring Operations are not planned.

7. ABNORMAL PRESSURES AND HYDROGEN SULFIDE

| | | |
|----------------------------------|--|-----|
| Anticipated BHP | 6,615 | psi |
| Anticipated BHT | 185 | °F |
| Anticipated abnormal pressures? | No | |
| Describe abnormal pressures | N/A - Pressure ramp begins in the bottom of the Third Bone Spring formation | |
| Contingency plan(s) description: | <ul style="list-style-type: none"> - Casing design accounts for pressure ramp - Mud weighting agents available on location to increase drilling fluid density - BOP, choke, and well control drills - BOP functioned and pressure tested | |

Hydrogen sulfide gas is not anticipated: However the H2S Contingency plan is attached with this APD in the event that H2S is encountered

8. OTHER ITEMS

- a. **Batch drilling** will be employed whereby the drilling rig may drill a specific hole section on all wells prior to moving to the next hole section.
- b. **Shallow rig** may be utilized to drill surface or intermediate sections. The production section will not be drilled by the shallow rig.
- c. **Wait on cement** duration for surface and intermediate string(s) will be based on time for tail slurry to develop 500 psi compressive strength and will follow rules as laid out in 43 CFR 3172
- d. **Offline cementing** will be employed on the hole sections that run a long string casing to surface. Offline cementing schematic below.