Γorm 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR RURFALLOF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137 Expires July 31, 2010

BUREAU OF LAND MANAGEMENT Lease Serial No NM 98122 SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2 1 Type of Well Oil Well Gas Well Other 9 API Well No 30-015-378,82 2 Name of Operator CHEVRON U.S A. INC. 10 Field and Pool or Exploratory Area 3a Address 3b Phone No (include area code) 15 SMITH ROAD FREN MIDLAND, TEXAS 79705 432-687-7375 4 Location of Well (Footage, Sec., T. R. M. or Survey Description)
1650 FSL, 1056 FWL, U. L. SEC 21, T-17S, R-31E 11 Country or Parish. State EDDY COUNTY, NEW MEXICO 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen | Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Alter Casing Fracture Treat Well Integrity Reclamation Other CHANGE OF Casing Repair New Construction Recomplete Subsequent Report **OPERATOR** Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13 Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection) CHEVRON U.S.A. INC. ACCEPTS ALL RESPONSIBILITY FOR THE OPERATION OF THE SUBJECT WELL. **EFFECTIVE 10-06-2010** PREVIOUS OPERATOR WAS COG OPERATING LLC **APPROVED** CHANGE OF OPERATOR WAS FILED WITH THE NMOCD & APPROVED UNDER PERMIT #121038 SEE ATTACHED FOR SEP 2 9 2011 CONDITIONS OF APPROVAL /s/ JD Whitlock Jr BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 14 I hereby certify that the foregoing is true and correct Name (Primed/Typed)

Title REGULATORY SPECIALIST

Signature This space for Federal or State of approval. It any are attached Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

Title REGULATORY SPECIALIST

Date 09/14/2011

Title OCT 33 2011

OCT 34 20

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

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

Conditions of Approval

Chevron U.S.A. Inc.

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 8. Subject to like approval by NMOCD.