Form 3160-5 (August 2007)

NM OIL CONSERVATION

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** ARTESIA DISTRICT
DEC 0 2 2016

5. Lease Serial No.
NM 1531

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

Do not use this f	IOTICES AND REPO form for proposals (Use Form 3160-3 (A	to drill or to i	re-enRenGin		6. If Indian, Allottee or	Tribe Name	
	T IN TRIPLICATE - Other	7. If Unit of CA/Agreement. Name and/or No.					
1. Type of Well							
Oil Well Gas V	Vell Other				8. Well Name and No. FEDERAL "4" COM #	1	
2. Name of Operator CHEVRON U.S.A. INC.				***************************************	9. API Well No. 30-015-20952		
3a. Address 6301 DEAUVILLE BLVD MIDLAND TX 79705 3b. Phone No. (include area code) (432)687-7279					10. Field and Pool or Exploratory Area BURTON FLAT; BONE SPRING ASSOC. POOL		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 2787 FNL 8 860 FEL SEC 4-21S-R27E					11. Country or Parish, State EDDY, NM		
12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDIC	ATE NATURE	OF NOT	ICE, REPORT OR OTHER	R DATA	
TYPE OF SUBMISSION			TYF	E OF AC	TION		
✓ Notice of Intent	Notice of Intent Acidize Alter Casing		e Treat		duction (Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair		onstruction	_	complete	Other	
Final Abandonment Notice	Change Plans Convert to Injection	Plug an Plug Ba	d Abandon ack		nporarily Abandon iter Disposal		
testing has been completed. Final determined that the site is ready for the state of the state o	or final inspection) OPERATIONS. 5SX OF CLASS "C" CEM MLF. 5SSX OF CLASS "C" CE 55SX OF CLASS "C" CE 65SX OF CLASS "C" CE	ENT FROM 6,27 EMENT FROM 5, EMENT FROM 2, EMENT FROM 2, MENT FROM 69	5'-6,075' 125'-4.925' (BC 715'-2,515' (DE 292'-2,092' (SF 1'-SURFACE () R AND TURN	ONE SPE EL) WOC HOE) WC SHOE/FI OVER F	RING/SPACER).WOC & & TAG. DC & TAG R.WTR./SURFACE). OR REMEDIATION.		
ALL FLUIDS WILL BE IN CLOSED LOOP SYSTEM CONDITIONS OF APPROVAL							
	Provide CI	oz to oc	D				
14 Thereby certify that the foregoing is true and correct Name (Printed/Typed) M. LEE ROARK							
			Title PROJECT MANAGER				
Signature M	Hoark	1	Date 11/11/20	16			
	THIS SPACE	FOR FEDER	AL OR ST	ATE OF	FICE USE		
Approved by Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations	title to those rights in the subjective	ect lease which wou	ld Office (16 FO		ate (1/2) 4/16	
Title 18 U.S.C. Section 1001 and Title 43	USC Section 1212, make it	a crime for any pers	son knowingly an	o wilifully	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

CURRENT WBD

FEDERAL 4 COM. #1

Well #: Lease: Field: Surf. Loc.: Bot. Loc.: County: Status:	Avalon;	St. Lse: NM 1531 deral 4 Com. Bone Spring, East FNL & 860' FEL St.: NM Shut in		API Unit Ltr.: TSHP/Rng: Unit Ltr.: TSHP/Rng: Directions: Chevno:	Section:	4
Surface Cas Size: Wt., Grd.: Depth: Sxs Cmt: Circulate: TOC: Hole Size:	13 3/8" 48# 600' 500 Yes Surface 17 1/2"					KB:
Intermediate Size: Wt., Grd.: Depth: Sxs Cmt: Circulate: TOC: Hole Size:	9 5/8" 40# 2242' 1300 Yes Surface 12 1/4"				TUBING: 200 JTS. 2-3/8" 4.7# J-55 1 JT 2-3/8" 4.7# 2 JT 2-3/8" 4.7# 1 TAC 7 JT 2-3/8" 4.7# 2 JT 2-3/8" 4.7# 1 SN	6,145' 5' 59' 217' 65'
Size: Wt., Grd.: Depth: Sxs Cmt: TOC DV Tool Hole Size:	5 1/2" 17# 11600' 2600 unknown 7988' 7 7/8"				1 JT 2-3/8" 4.7# 1 SAND SEPERATOR 1 JT 2-3/8" 4.7# 1 DUMP VALVE RODS: 1 - 1 1/2" POLISH ROD 2 - 7/8" 8' 1 - 7/8" 6' 101 - 7/8" N-90 (D) 146 - 3/4" N-90 (D) 10 - 1 1/2" 1 - 3/4" 4 1 Pump pump 25-125-RHB	2' 19' 32' C -24-6
				P	erfs: 6,321'-6,519" (OA) - Bo	ne Spring
				į.	erfs: 6,630'-6,631' 250sx cm IBP@8,590'+20' cmt.	t. squeeze
			X X	В	aker DB@10,523' with ceme	nt on top@10,503'
				₹ P	erfs: 10,595'-10,606' (OA) - /	Atoka
				B	aker Model D@11,256' with	cement on top@11,130
				P P	erfs: 11,272'-11,285' (OA) - I	Morrow

PBTD: 6,589' TD: 11,600'

PROPOSED WBD

FEDERAL 4 COM. #1

Well #:	1	St. Lse: NM 1	531		API	30-015-20952
Lease:		deral 4 Com.			Unit Lti	
Field:		Bone Spring, East			TSHP/	
Surf. Loc.: Bot. Loc.:	2/8/	FNL & 860' FEL			Unit Lt	
County:	Eddy	St.: NN	1		TSHP/I	
Status:	Ludy	Shut in	<u> </u>		Chevno	
Olalas.		Ondem	····································		Onevin	O.
Surface Ca	sing	}				
Size:	13 3/8"		1 1			
Wt., Grd.:	48#	1 1	1 1		1 1	
Depth:	600'	}			1	}
Sxs Cmt:	500	}				j
Circulate: TOC:	Yes)	1 1		1 1	
Hole Size:	Surface 17 1/2"					K)
Tiole dize.	17 172	-			┷	PERF@650' AND SQUEEZE 200SX OF CLASS "C"
Intermediat	e Casing	Y		•	 	CEMENT FROM FROM 650'-SURFACE. WOC & TAG.
Size:	9 5/8"	(
Wt., Grd.:	40#					
Depth:	2242'					
Sxs Cmt:	1300	}		MLF		
Circulate:	Yes			BAITI		
TOC:	Surface	}				}
Hole Size:	12 1/4"					
Size:	5 1/2"		1			
Wt., Grd.:	17#	<u> </u>	 		_	PERF@2,292' AND SQUEEZE 65SX OF CLASS "C"
Depth:	11600'					CEMENT FROM FROM 2,292'-2,092'. WOC & TAG.
Sxs Cmt:	2600			MLF		
TOC	unknown		1 1		_	PERF@2,715' AND SQUEEZE 55SX OF CLASS "C"
DV Tool	7988'			MLF	T	CEMENT FROM FROM 2,715'-2,515'. WOC & TAG.
Hole Size:	7 7/8"				=	PERF@5,125' AND SQUEEZE 55SX OF CLASS "C"
				MLF		CEMENT FROM FROM 5,125'-4,925'. WOC & TAG.
			1	1716	1 \	
					4	SET CIBP@6,275' AND SPOT 25SX OF CLASS "C" CEMENT FROM FROM 6,275'-6,075'. WOC &TAG.
				25		We would have a second
			#			Perfs: 6,321'-6,519" (OA) - Bone Spring
]			Perfs: 6,630'-6,631' 250sx cmt. squeeze
						CIBP@8,590'+20' cmt.
			\ [7 \	
			{ L] (
				\bowtie]	Baker DB@10,523' with cement on top@10,503'
		:				B. A. A. BOTH AS COST (DAY)
		:		= 23	TT	Perfs: 10,595'-10,606' (OA) - Atoka
					1	Baker Model D@11,256' with cement on top@11,130
					Ħ	Perfs: 11,272'-11,285' (OA) - Morrow
			<u>K</u>		لاسل	

PBTD: 6,589' TD: 11,600'

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

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification</u>: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. Dry Hole Marker: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.