<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

Phone:(5/5) 748-1283 Fax:(5/5) 748-9720 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Form C-101 August 1, 2011

Permit 146997

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

Energy, Minerals and Natural Resources

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

1. Operator	Name and Address	2. OGRID Number	
	ON U S A INC IITH ROAD	4323 3. API Number	
	ND, TX 79705		
WIDE	112, 111 / / / / /	30-015-40166	
4. Property Code	5. Property Name	6. Well No.	
39167	HERITAGE 2 15	001H	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	15	238	28E	N	330	S	2010	W	EDDY

8. Pool Information

CULEBRA BLUFF;BONE SPRING, SOUTH

15011

Additional Well Information

9. Work Type New Well	10. We		11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3023	
14. Multiple		osed Depth	16. Formation	17. Contractor	18. Spud Date	
N	12	2335	Bone Spring			
Depth to Ground	water		Distance from nearest fresh water	r well	Distance to nearest surface water	

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	500	455	
Int1	12.25	9.625	40	3000	760	
Prod	8.75	5.5	17	12335	2300	

Casing/Cement Program: Additional Comments

SURF:145 SX EXTENDACEM-C+4%GEL,2%CACL,13.5 PPG,1.72 YIELD TAIL:310 SX PREM PLUS+2%CACL,14.8PPG,1.35 YIELD INT:50 SX ECONOCEM-HLH+0.125LB/SK POLYFLAKE,12.7PPG,2 YIELD TAIL:210 SX HALCEM C,14.8PPG,1.34 YIELD PROD:760 SX ECONOCEM-HLH,0.3%CF4-3+5%SALT,12.7PPG,1.98 YIELD TAIL:1540 SX CL H,0.5%CFR-3+0.2% HALAD-322,17.2PPG,0.97 YIELD

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	5000	3500	
Blind	5000	3500	
Pipe	5000	3500	

I hereby certify that the information given above is true and complete to the bes of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION				
NMOCD guidelines \Box , a general permit \Box , or an (attached) alternative OCD-approved plan \Box .	Approved By: Randy Dade				
Printed Name: Electronically filed by Denise Pinkerton	Title: District Supervisor				
Title: Regulatory Specialist	Approved Date: 4/16/2012	Expiration Date: 4/16/2014			
Email Address: leakejd@chevron.com					
Date: 4/11/2012 Phone: 432-687-7375	Conditions of Approval Attac	ched			

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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 C-102 August 1, 2011

Permit 146997

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-40166			3. Pool Name LUFF;BONE SPRING, SOUTH	
4. Property Code 39167	5. Property Name HERITAGE 2 15		6. Well No. 001H	
7. OGRID No.	8. Operator Name		9. Elevation	
4323	CHEVRON	3023		

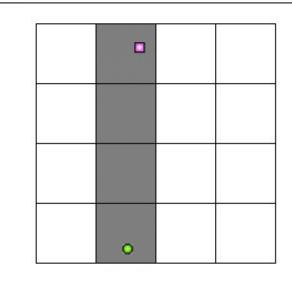
10. Surface Location

	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
5	N	15	238	28E		330	S	2010	W	EDDY

11. Bottom Hole Location If Different From Surface

JL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	15	23\$	28E	С	510	N	2260	W	EDDY
12. Dedicated Acres 13 160.00		13. J	oint or Infill	14	. Consolidation	Code		15. Order No.	

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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Denise Pinkerton Title: Regulatory Specialist

Date: 4/11/2012

SURVEYOR CERTIFICATION

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.

Surveyed By: GARY EIDSON Date of Survey: 6/6/2011 Certificate Number: 12641

Permit Comments

Operator: CHEVRON U S A INC , 4323 Well: HERITAGE 2 15 #001H

API: 30-015-40166

Created By	Comment	Comment Date
DPINKERTON	BHL WILL BE 510 FNL & 2260 FWL UL:C, SEC 15	4/11/2012
DPINKERTON	NSL APPROVAL IS BEING SOUGHT THROUGH SANTA FA.	4/11/2012
DPINKERTON	C-144CLEZ WILL BE MAILED IN, ALONG WITH PLATS.	4/11/2012
CSHAPARD	Land p/P	4/13/2012

Permit Conditions of Approval

Operator: CHEVRON U S A INC , 4323 Well: HERITAGE 2 15 #001H

API: 30-015-40166

OCD Reviewer	Condition
CSHAPARD	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