	4/2014	SUSPENSE		10127/2014	LTB	APP NO.	130031433
			ABOVE	THIS LINE FOR DIVISION USE ONLY			·
		NEW	MEXICO OIL CO	NSERVATION DI	VISION	THE STATE	
n l	,			ng Bureau -			
en 1 0		12	220 South St. Francis D	•	7505	CTINIT COL	
		ADN	INISTRATIVE	APPLICATIO	ON CHEC	KLIST	<u>_</u>
Т	HIS CHECKLI	ST IS MANDATO		/E APPLICATIONS FOR EX SSING AT THE DIVISION L			ND REGULATIONS
/ppii d	[DHC] (n-Standard -Downhole (PC-Pool Con [WFX-] [Location] [NSP-Non-S Commingling] [CTB- nmingling] [OLS - Of Waterflood Expansion] SWD-Salt Water Dispos	tandard Proration Ur Lease Commingling] f-Lease Storage] [[PMX-Pressure M sal] [IPI-Injection F	hit] [SD-Simul [PLC-Pool/I OLM-Off-Leas aintenance E Pressure Incre	taneous Ded Lease Comm e Measureme xpansion] ase]	ingling] ent]
	[EOI	R-Qualified E	Inhanced Oil Recovery	Certification] [PP			
1]	TYPE C	F APPLIC	ATION - Check Those	Which Apply for [A]		TB 7	37
		· · ·	ation - Spacing Unit - S NSL NSP	multaneous Dedication SD	on		PECE
		Check One C	Dnly for [B] or [C]				
		[B] Com	mingling - Storage - M	easurement PLC D PC] ols 🛛	OLM	RECEIVED OCD
		[C] Injec	ction - Disposal - Pressu WFX 🗌 PMX 🗌	re Increase - Enhance SWD [] IPI [PPR	1
		[D] Othe	er: Specify			C4	4323 (1211
2]	NOTIFI	CATION R	EQUIRED TO: - Che	ck Those Which App	lv. or 🗆 Does N	Not Annly	7323
~1			Working, Royalty or O	• •			<u>uell</u>
		[B]	Offset Operators, Lease	cholders or Surface O	wner	5	RASHER BLO 32429FL Com 14
		[C]	Application is One Wh	ich Requires Publishe	ed Legal Notic	e 3	0-015-426
			Notification and/or Cor U.S. Bureau of Land Management -			3	0-015-426 245+1-24814 42429 Fe
		[E]	For all of the above, Pr	oof of Notification or	Publication is		•
	·	[F]	Waivers are Attached				- Willow LAL Bon c Spin SS THE TYPE 46 217
3]	SUBMI	Γ ACCURA	TE AND COMPLET	E INFORMATION	REOUIRED	TO PROCE	SS THE TYPE

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Cindy Herrera-Murillo	Cindy Henry Muillo	_ Permitting Specialist	10/14//2014
Print or Type Name	Signature	Title	Date

Cherreramurillo@chevron.com e-mail Address



Cindy Herrera-Murillo Regulatory Specialist Midcontinent BU Chevron North America Exploration and Production Company (A Chevron U.S.A. Inc. Division) 1616 W. Bender Blvd. Room 121 Hobbs FMT, Hobbs, NM 88241 Tel 575-263-0431 Cherreramurillo@chevron.com

October 14, 2014

Bureau of Land Management New Mexico State Office 620 E. Greene St. Carlsbad, NM 88220

Application for surface commingling, Bone Spring Pool, Eddy County, NM (T24S-R29E, Sec 33 & 34)

Dear Sirs,

Chevron North America respectfully requests administrative approval to surface commingle oil, gas, and water production from the Bone Spring Pool through Chevron's Rustler Bluff Central Battery. Chevron request the approval to minimize surface disturbance and future traffic by concentrating activities at one battery. Wells producing to this battery include the Chevron Rustler Bluff 33 24 29 Fed Com #1H; Rustler Bluff 34 24 29 Fed Com #2H. All wells will be completed within the Second Bone Spring sand Formation, per attached map. These wells are located in section 33 & 34, T24S-R29E, Eddy County, New Mexico. APDs for each well, which includes surface plats, are included with this notification.

The working interest and royalties are the same for all two leases involved in this request (100% CVXI). These wells will be horizontally drilled in fall of 2014. As such, the wells will be allocated by monthly Well test with coriolis on oil and EFM on gas. A schematic showing this configuration is attached.

Sincerely,

indy Honey - Minilb

Cindy Herrera-Murillo Permitting Specialist

District I 1625 N. French Drive, Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St Francis Dr, Santa Fe, NM 87505 State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME:	CHEVRON USA INC						
OPERATOR ADDRESS:	1616 W. BENDER BLVD HOBBS, NM 88240						
APPLICATION TYPE:							
Pool Commingling Dease	Commingling Pool and Lease Commingling Off-Lease Storage and Measurement (Only if not Surface Commingled)						
	LEASE TYPE: 🔲 Fee 🔲 State 🛛 Federal						
Is this an Amendment to existing Order? Yes XNo If "Yes", please include the appropriate Order No.							
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling							
Yes No							

(A) POOL COMMINGLING Please attach sheets with the following information					
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
RUSTLER BLUFF 33 24 29 FED COM #1H	ATTACHED				
RUSTLER BLUFF 34 24 29 FED COM #2H	ATTACHED				
] . -	
		-			
	by certified mail of the pr		Yes 🗍 No.	<u> </u>	1
(5) Will commingling decrease the value	of production?	No If "ves" descri	he why comminal	ing should be approved	

(B) LEASE COMMINGLING

Please attach sheets with the following information							
(1) Pool Name and Code, BONE SPRING							
(2) Is all production from same source of supply? XYes No							
(3) Has all interest owners been notified by certified mail of the proposed commingling?							
(4) Measurement type: x Metering							

(C) POOL and LEASE COMMINGLING Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1)	Is all production from same source of supply?	□Yes	No	
(2)	Include proof of notice to all interest owners.			

(E)	ADDITIONA	L INFORMA	FION (for all applic	ation types)
	Please atta	ach sheets with t	he following informat	ion

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

 SIGNATURE
 Multiple
 TITLE:
 PERMITTING SPECIALIST
 DATE: 10/14/2014

 TYPE OR PRINT NAME
 CINDY HERRERA-MURILLO
 TELEPHONE NO.: 575-263-0431

 E-MAIL ADDRESS:
 CHERRERAMURILLO@CHEVRON.COM
 TELEPHONE NO.: 575-263-0431

APPLICATION FOR COMMINGLING AT A COMMON CENTRAL TANK BATTERY Chevron Corporation Rustler Bluff 33-24-29 1H & Rustler Bluff 34-24-29 2H

APPLICATION FOR, COMMINGLING and OFF LEASE MEASUREMENT AT A COMMON CENTRAL TANK BATTERY

Proposal for Rustler Bluff 33-24-29 1H and Rustler Bluff 34-24-29 2H: Chevron USA Inc is requesting approval for the Central Tank Battery, Commingling, and Off lease sales of gas and oil:

Federal Lease NMNM12	0893, INIMINIMITI	8/13	•	Oil			
Well Name	Location	API #	Pool 96217	BOPD	Gravities	MCFPD	BTU
Rustler Bluff 33 Fed #1H	Sec4, W2E2	3001542670	Willow Lake;	465	51	1450	1283
	T24SR29E		Bone Spring				
Federal Lease NMNM12	0894, NMNM11	8714		Oil			
Federal Lease NMNM12 Well Name	0894, NMNM118 Location	8714 API #	Pool 96217	Oil BOPD	Gravities	MCFPD	BTU
	Location		Pool 96217 Willow Lake;		Gravities 51	MCFPD 1450	BTU 1283

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The BLM's interest in these leases is the same. Lease NMNM120893 royalty rate is 12.5%, Lease NMNM118713 royalty rate is 12.5%, Lease NMNM120894 royalty rate is 12.5%, and Lease NMNM118714 royalty rate is 12.5%.

Oil & Gas metering:

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The central tank battery will be located at the Rustler Bluff 34 Federal Section 3. There are three oil tanks at the central tank battery that the wells will utilize and oil will be sold through the central delivery point (CDP) Lease Automated Custody Transfer unit (S/N *), which is located in the NENE, Sect 3 T24S, R29E. For gas they will have a common central delivery point (CDP) gas sales meter (S/N *) which is located in the NENE, Sec. 3 T24S, R29E. The produced water will go to a common water tank on location.

Each well will be continuously tested through discrete three –phase test separator located at central tank battery. Each three phase test will measure oil through a coriolis meter on the oil outlet line and gas through an orifice meter run with a Total Flow computer.

Each well's share of the central tank battery's total production will be calculated based on the results of the continuous well test. This ratio will be applied to the total oil production metered by the Lease Automated Custody Transfer (LACT) meter located at the Rustler Bluff 34 central tank battery. The production will also be applied to the total gas production metered by the Targa Resources Corp sales meter.

Rustler Bluff 33 24 29 #1H oil allocation meter on the Rustler Bluff 34 central tank battery three-phase test separator consists of a Micro Motion Coriolis meter (S/N *).

Rustler Bluff 34 24 29 #2H oil allocation meter on the Rustler Bluff 34 central tank battery three-phase test separator consists of a Micro Motion Coriolis meter (S/N *).

These meters will be proven as per API, NMOCD, and BLM specifications when installed, once per month for the first 3 months (to establish a consistent repeatability factor), and then quarterly thereafter. The factor obtained will be used to allocate the production volumes.

Gas production will be allocated on a daily basis based on the results of the continuous well test of each well.

Rustler Bluff 33 24 29 Federal #1H gas allocation meter on the Rustler Bluff 34 central tank battery three-phase test separator consists of a Tele Flow EFM (S/N *).

Rustler Bluff 34 24 29 Federal #2H gas allocation meter on the Rustler Bluff 34 central tank battery three-phase test separator consists of a Tele Flow EFM (S/N *).

All metering serial numbers (S/N *) will be provided prior to production from these wells.

These meters will be calibrated on a regular basis per API, NMOCD and BLM specifications. The BLM and OCD will be notified of any future changes in the facilities.

Process and Flow Descriptions:

The flow of production is shown in detail on the enclosed facility diagram and map which shows the lease boundaries, location of wells, location of flow lines, facility, and gas sales meter. The commingling of this production is the most effective economical means of producing the reserves and will not result in reduced royalty or improper measurement of production. The proposed commingling will reduce operating expenses as well as reduce the surface facility footprint and overall emissions.

Chevron USA Inc understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

The production from the two wells will be routed to the Rustler Bluff Federal 34 central tank battery located in Sec. 3 W2E2, T24S-R29E, on federal lease NMNM118714 in Eddy County, New Mexico. After separation and allocation measurement, the oil, gas, and water will go to common oil tanks, water tank, and gas CDP located in Section 3.

Rustler Bluff 33 24 29 #1H and Rustler Bluff 34 24 29 #2H will require off lease measurement, storage and sales of oil and gas.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).

Ime-Mullo Signed: Una

Printed Name: Cindy Herrera-Murillo Title: Regulatory Compliance Associate Date: 10/03/2014

APPLICATION FOR COMMINGLING AT A COMMON CENTRAL TANK BATTERY Chevron Corporation Rustler Bluff 33-24-29 1H & Rustler Bluff 34-24-29 2H

Federal Lease NMNM #	Royalty Rate	Well Name	BOPD	Oil Gravity (@60 deg)	Value/bbl	MCFPD	DRY BTU	Value/mcf
120893	12.5%	RB 33	465	51	\$92.16	1450	1283	\$4.18
120894	12.5%	RB 34	465	51	\$92.16	1450	1283	\$4.18

Federal Lease NMNM #	Economic combined production	Well Name	BOPD	Oil Gravity (@60 deg)	Value/bbl	MCFPD	DRY BTU	Value/mcf
120893 120894		RB 33/34	930	51	\$92.16	2900	1283	\$4.18

Chevron has a master sales agreement in place for all the Bone Spring wells in the area. All Bone Spring oil production in the area is sweet. Part of this agreement is that oil is deemed as sweet and sold at a flat rate of 51 API gravity. Therefore, regardless of the API values of the individual wells, the common stream will be sold as if it was sweet and 51 API gravity.

Printed Name: Christina Davis

Title: Reservoir Engineer

Date: 10/03/2014

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APPLICATION FOR COMMINGLING AT A COMMON CENTRAL TANK BATTERY Rustler Bluff 33-24-29 1H & Rustler Bluff 34-24-29 2H

Serial register page form LR2000 is attached on the following pages.

Federal Lease	Lease Description	WI/NRI	Lease	Royalty Interest
NMNM120893	Rustler Bluff 33 #1H	100%/87.5%	Federal	12.5%
NMNM120894	Rustler Bluff 34 #1H	100%.87.5%	Federal	12.5%

Chevron is the only working interest for each lease.

A list of all interest owner addresses is below.

Chevron USA Inc	Bureau of Land Management
PO Box 4791	New Mexico State Office
Houston, TX 77210-4791	P.O. Box 27115
	Santa Fe, NM 87502-0115

James Laning CPL

Land Representative

Rustler Bluff 33 24 29 Fed Com #1H, Rustler Bluff 34 24 29 Fed Com #2H and Rustler Bluff 34 24 29 Fed #5H

Owner Information

Rustler Bluff 33 24 29 Fed Com #1H, Rustler Bluff 34 24 29 Fed Com #2H and Rustler Bluff 34 24 29 Fed #5H Commingling Permit

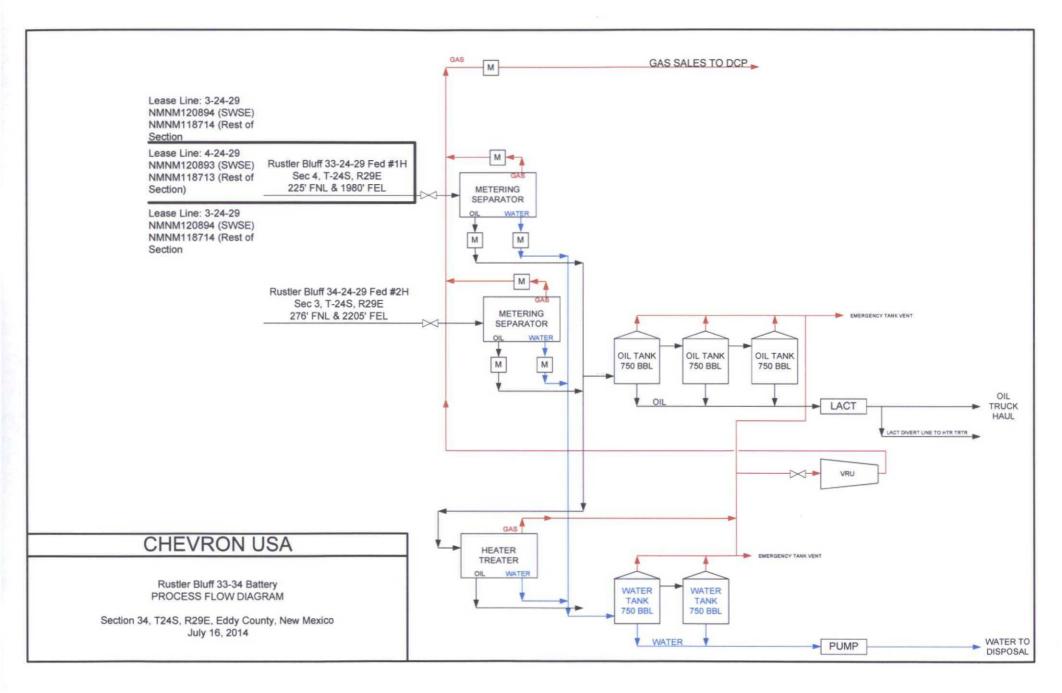
BLM Lease NMNM 120894 (covering SWSE of Section 34) BLM Lease NMNM 118714 (covering NE, W2, N2SE, SESE of Section 34) BLM Lease NMNM 120893 (covering SWSE of Section 33) BLM Lease NMNM 118713 (covering NE, W2, N2SE, SESE of Section 33)

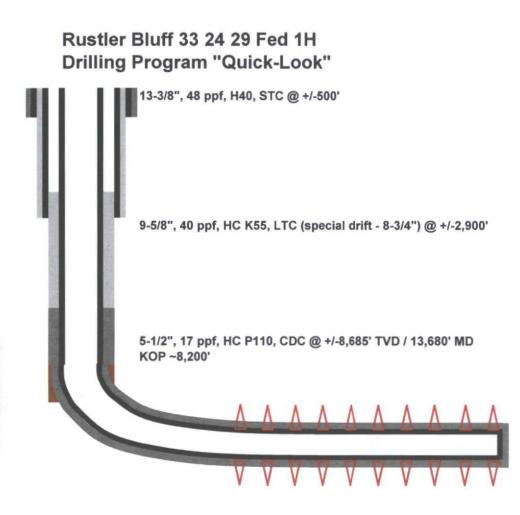
All leases in Sections 33 and 34, T24S, R29E Eddy County, New Mexico

Interest Type	<u>Name</u>	ADDRESS	<u>CITY</u>	STATE CODE	<u>ZIP CODE</u>
Working Interest	Chevron U.S.A. Inc.	PO Box 2100	Houston	ТХ	77252-2100
Royalty Interest	United States of America	PO Box 27115	Santa Fe	NM	87502-0115

The royalty and working interest owners are same in all of the wells and all leases listed above. I verify that the above information is correct.

and Representative





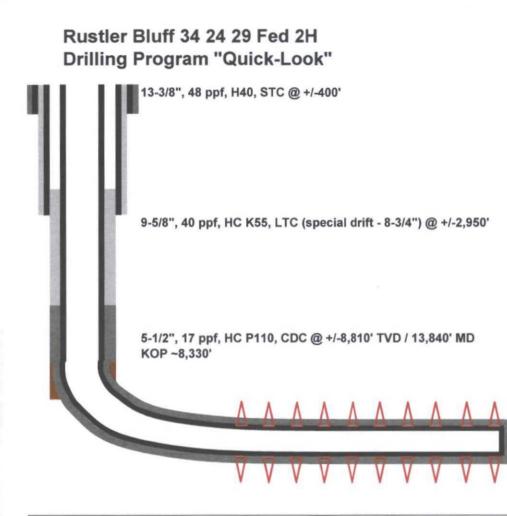
General Drilling Procedure

- Currently 10' cylindrical cellar installed with 80' of 20" conductor pipe set.
 MIRU
- N/U on 20" conductor and drill 17-1/2" surface hole with fresh water to 500'.
- Install 13-5/8" 5M SH-2 wellhead on hanger. Run 13-3/8" 48# H40 STC casing and cement with Class "C" lead and tail system.
- N/U and test BOPE to 250 psi / 5,000 psi.
- Drill 12-1/4" intermediate hole to 2,900' with saturated brine past salt zone.
- POOH and run 9-5/8" 40# HC K55 LTC casing and cement with a Class "C" lead and tail system.
- Drill 8-3/4" production hole to KOP of 8,200'.
- POOH and run specified logs.
- Drill 8-3/4"build & lateral hole to +/-13,680' in pay zone.
- POOH with no lateral logs planned.
- Run 5-1/2" 17# HC P110 LTC casing and cement with a Class "H" lead and tail system
- RDMO and turn well over for completion.

Delaware River: 33, 24S, 29E

Eddy County, New Mexico

Hole Size	Mud	Bits
17-1/2"	FW/Spud Mud	PDC
12-1/4"	Brine 10.0 ppg	PDC
8-3/4"	Cut Brine/LSND 8.6-8.8 ppg	PDC
		Ļ



General Drilling Procedure

- Currently 10' cylindrical cellar installed with 80' of 20" conductor pipe set.

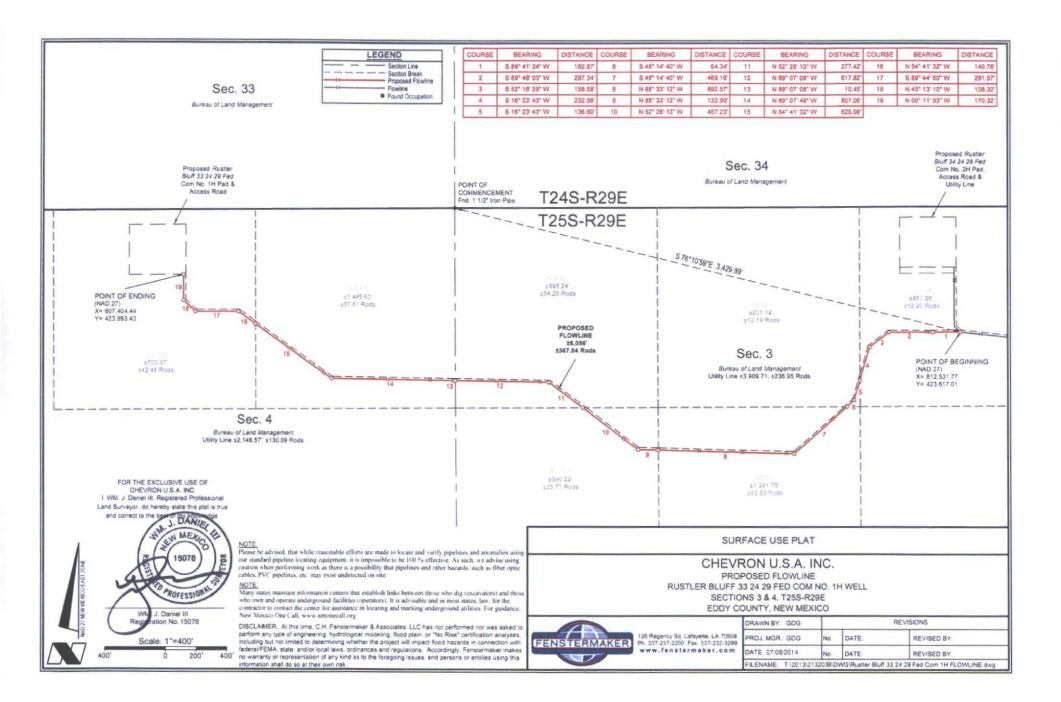
- MIRU

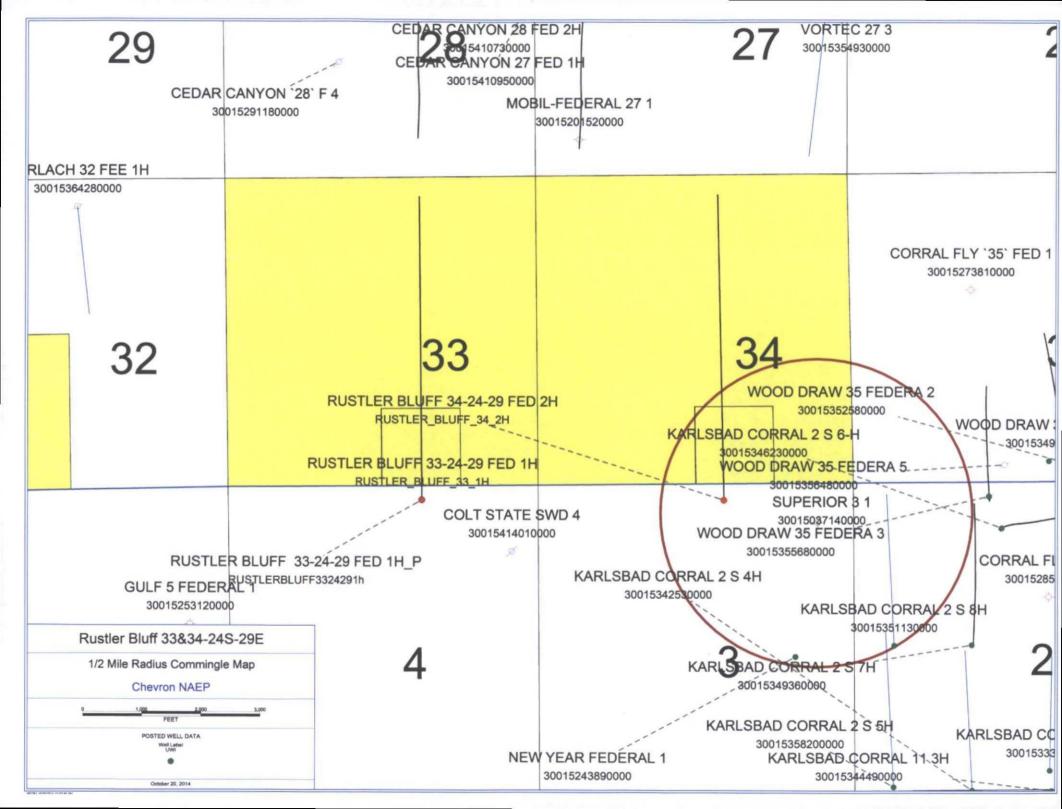
- N/U on 20" conductor and drill 17-1/2" surface hole with fresh water to 400'.
- Install 13-5/8" 5M SH-2 wellhead on hanger. Run 13-3/8" 48# H40 STC casing and cement with Class "C" lead and tail system.
- N/U and test BOPE to 250 psi / 5,000 psi.
- Drill 12-1/4" intermediate hole to 2,950' with saturated brine past salt zone.
- POOH and run 9-5/8" 40# HC K55 LTC casing and cement with a Class "C" lead and tail system.
- Drill 8-3/4" production hole to KOP of 8,330'.
- POOH and run specified logs.
- Drill 8-3/4"build & lateral hole to +/-13,840' in pay zone.
- POOH with no lateral logs planned.
- Run 5-1/2" 17# HC P110 LTC casing and cement with a Class "H" lead and tail system
- RDMO and turn well over for completion.

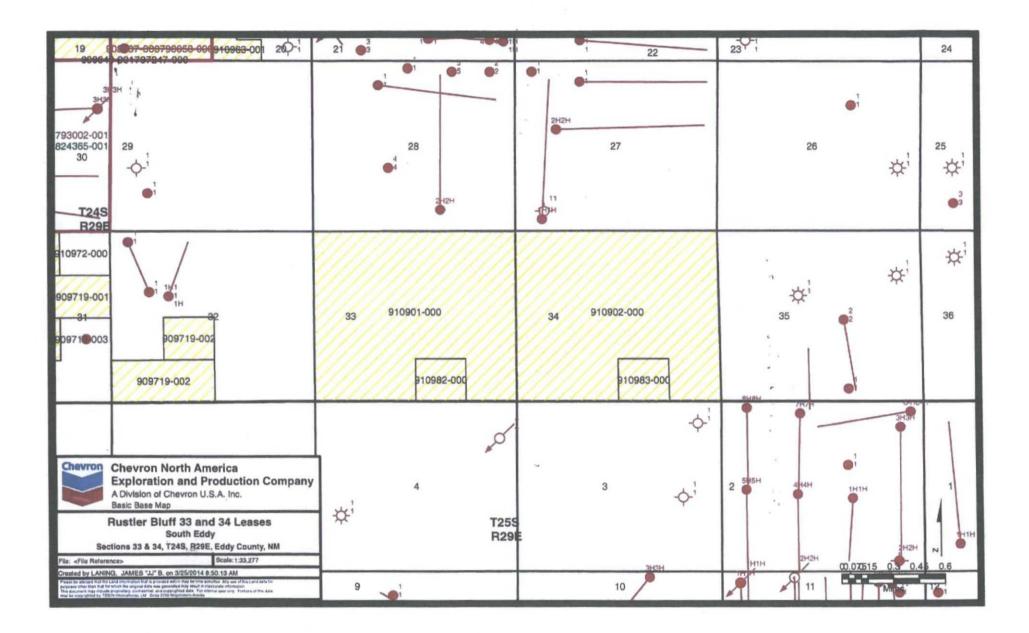
Delaware Basin: 34, 29S, 24E

Eddy County, New Mexico

Hole Size	Mud	Bits
17-1/2"	FW/Spud Mud	PDC
12-1/4"	Brine 10.0 ppg	PDC
8-3/4"	Cut Brine/LSND	PDC
	8.6-8.8 ppg	







NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** CASE RECORDATION

Run Date: 10/14/2014

0002

0003

0004

0005 0006 STIPULATIONS ATTACHED TO LEASE:

NM-11-LN SPECIAL CULTURAL RESOURCE SENM-LN-1 CAVE - KARST OCCURRENCE AREA

SENM-S-19 PLAYAS AND ALKALI LAKES

SENM-S-11 (NSO) PECOS RIVER/CANYON COMPLEX

01 12-22-1987;101STAT1330;30USC181 ET SE Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS L **Case Disposition: AUTHORIZED**

		Serial Nur	nber: NMNM 120)893
			Int Rel	% Interest
	15 SMITH RD	MIDLAND TX 797055423	LESSEE	100.00000000
		Serial Num	ber: NMNM 1208	93
STyp	SNr Suff Subdivision	District/Field Office	County	Mgmt Agency
ALIQ	SWSE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
	STyp	15 SMITH RD STyp SNr Suff Subdivision	15 SMITH RD MIDLAND TX 797055423 Serial Num STyp SNr Suff Subdivision District/Field Office	15 SMITH RD MIDLAND TX 797055423 LESSEE Serial Number: NMNM 1208 STyp SNr Suff Subdivision District/Field Office County

Act Date	Code	Action	Action Remark	Pending Office
05/30/2008	387	CASE ESTABLISHED	200807011;	
06/11/2008	817	MERGER RECOGNIZED	CHESA LLC/CHESA LP	
06/30/2008	299	PROTEST FILED	SUSAN H BELL	
07/01/2008	299	PROTEST FILED	WESTERN ENVR LAW CTR	
07/01/2008	299	PROTEST FILED	WILD EARTH GUARDIANS	
07/16/2008	143	BONUS BID PAYMENT RECD	\$80.00;	
07/16/2008	191	SALE HELD		
07/16/2008	267	BID RECEIVED	\$56000.00;	
07/23/2008	143	BONUS BID PAYMENT RECD	\$55920.00;	
08/22/2008	817	MERGER RECOGNIZED	CHESAP EXPL/LLC	
09/08/2008	298	PROTEST DISMISSED	SUSAN H BELL	
10/24/2008	298	PROTEST DISMISSED	WILD EARTH GUARDIANS	
10/31/2008	237	LEASE ISSUED		
10/31/2008	298	PROTEST DISMISSED	WESTERN ENVR LAW CTR	
10/31/2008	974	AUTOMATED RECORD VERIF	MJD	
11/01/2008	496	FUND CODE	05;145003	
11/01/2008	530	RLTY RATE - 12 1/2%		
11/01/2008	868	EFFECTIVE DATE		
12/15/2008	140	ASGN FILED	MOSES ELI/HORN STEV;1	
03/05/2009	139	ASGN APPROVED	EFF 01/01/09;	
03/05/2009	974	AUTOMATED RECORD VERIF	MV	
11/16/2009	140	ASGN FILED	HORN STEV/CHESAPEAK;1	
03/05/2010	139	ASGN APPROVED	EFF 12/01/09;	
03/05/2010	974	AUTOMATED RECORD VERIF	RAYO/RAYO	
11/27/2012	140	ASGN FILED	CHESAPEAK/CHEVRON U;1	
04/09/2013	139	ASGN APPROVED	EFF 12/01/12;	
04/09/2013	974	AUTOMATED RECORD VERIF	ANN	
10/31/2018	763	EXPIRES		
line Nr	Barra		Serial Number	": NMNM 120893
Line Nr	Remai	rxs		

(MASS) Serial Register Page **Total Acres**

02:31 PM Run Time:

Serial Number

NMNM- - 120893

40.000

Serial Number: NMNM- - 120893

Run Date: 10/14/2014

 0007
 03/05/2010 - RENT PAID THRU 11/01/2010 PER MMS

 0008
 04/09/2013 - RENTAL PAID 11/01/2013 PER ONRR

Page 2 of 2

02:31 PM

Run Time:

Run Date: 10/14/2014

01 12-22-1987;101STAT1330;30USC181 ET SE Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS L Case Disposition: AUTHORIZED

Total Acres Series

600.000

Serial Number NMNM-- - 118714

		Serial Numbe	r: NMNM 118714	
Name & Address			Int Rel	% Interest
CHEVRON USA INC	1400 SMITH ST	HOUSTON TX 770027327	LESSEE	100.000000000
		Serial Number:	NMNM 118714	

					91 (4
Mer Twp Rng Sec	STyp	SNr Suff Subdivision	District/Field Office	County	Mgmt Agency
23 0240S 0290E 034	ALIQ	NE,W2,N2SE,SESE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

			Serial Numbe	er: NMNM 118714
Act Date	Code	Action	Action Remark	Pending Office
05/25/2007	387	CASE ESTABLISHED	200707053;	
07/03/2007	299	PROTEST FILED	Forest Guardians etal	
07/18/2007	143	BONUS BID PAYMENT RECD	\$1200.00;	
07/18/2007	191	SALE HELD		
07/18/2007	267	BID RECEIVED	\$960000.00;	
07/25/2007	143	BONUS BID PAYMENT RECD	\$958800.00;	
08/31/2007	074	RESERVED FOR BLM-SO USE	BCO	
08/31/2007	237	LEASE ISSUED		
08/31/2007	298	PROTEST DISMISSED		
09/01/2007	496	FUND CODE	05;145003	
09/01/2007	530	RLTY RATE - 12 1/2%		
09/01/2007	868	EFFECTIVE DATE		
06/11/2008	817	MERGER RECOGNIZED	CHESA LLC/CHESA LP	
08/22/2008	817	MERGER RECOGNIZED		
11/27/2012	140	ASGN FILED	CHESAPEAK/CHEVRON U;1	
04/10/2013	139	ASGN APPROVED	EFF 12/01/12;	
04/10/2013	974	AUTOMATED RECORD VERIF	ANN	
08/31/2017	763	EXPIRES		

Line Nr	Remarks	Serial Number: NMNM 118714
0002	STIPULATIONS ATTACHED TO LEASE:	
0003	NM-11-LN SPECIAL CULTURAL RESOURCE	
0004	SENM-LN-1 CAVE - KARST OCCURRENCE AREA	
0005	SENM-S-11 (NSO) PECOS RIVER/CANYON COMPLEX	
0006	SENM-S-17 SLOPES OR FRAGILE SOILS	
0007	SENM-S-18 STREAMS, RIVERS, AND FLOODPLAINS	
8000	SENM-S-21 CAVES AND KARST	
0009	SENM-S-25 VISUAL RESOURCE MANAGEMENT	
0010	04/10/2013 - RENTAL PAID 09/01/12; PER ONRR	

Run Time: 02:22 PM

Run Date: 10/14/2014

01 12-22-1987;101STAT1330;30USC181 ET SE Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS L Case Disposition: AUTHORIZED

Name & Address Serial Number: NMNM-- - 118714 CHEVRON USA INC 1400 SMITH ST HOUSTON TX 770027327 LESSEE

			Serial Number	er: NMNM– - 118	3714
Mer Twp Rng Sec	STyp	SNr Suff Subdivision	District/Field Office	County	Mgmt Agency
23 0240S 0290E 034	ALIQ	NE,W2,N2SE,SESE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM 11871	4
---------------------------	---

Total Acres

600.000

Act Date	Code	Action	Action Remark	Pending Office
05/25/2007	387	CASE ESTABLISHED	200707053;	
07/03/2007	299	PROTEST FILED	Forest Guardians etal	
07/18/2007	143	BONUS BID PAYMENT RECD	\$1200.00;	
07/18/2007	191	SALE HELD		
07/18/2007	267	BID RECEIVED	\$960000.00;	
07/25/2007	143	BONUS BID PAYMENT RECD	\$958800.00;	
08/31/2007	074	RESERVED FOR BLM-SO USE	BCO	
08/31/2007	237	LEASE ISSUED		
08/31/2007	298	PROTEST DISMISSED		
09/01/2007	496	FUND CODE	05;145003	
09/01/2007	530	RLTY RATE - 12 1/2%		
09/01/2007	868	EFFECTIVE DATE		
06/11/2008	817	MERGER RECOGNIZED	CHESA LLC/CHESA LP	
08/22/2008	817	MERGER RECOGNIZED		
11/27/2012	. 140	ASGN FILED	CHESAPEAK/CHEVRON U;1	
04/10/2013	139	ASGN APPROVED	EFF 12/01/12;	
04/10/2013	974	AUTOMATED RECORD VERIF	ANN ·	
08/31/2017	763	EXPIRES		

Line Nr	Remarks	Serial Number: NMNM 118714
0002	STIPULATIONS ATTACHED TO LEASE:	
0003	NM-11-LN SPECIAL CULTURAL RESOURCE	
0004	SENM-LN-1 CAVE - KARST OCCURRENCE AREA	
0005	SENM-S-11 (NSO) PECOS RIVER/CANYON COMPLEX	
0006	SENM-S-17 SLOPES OR FRAGILE SOILS	·
0007	SENM-S-18 STREAMS, RIVERS, AND FLOODPLAINS	
8000	SENM-S-21 CAVES AND KARST	
0009	SENM-S-25 VISUAL RESOURCE MANAGEMENT	
0010	04/10/2013 - RENTAL PAID 09/01/12; PER ONRR	

Run Time: 02:22 PM

Serial Number

NMNM- - 118714

Page 1 of 1

% Interest

100.000000000

Run Date: 10/14/2014

01 12-22-1987;101STAT1330;30USC181 ET SE Case Type 312021: O&G LSE COMP PD -1987 OIL & GAS Commodity 459: L Case Disposition: AUTHORIZED

Total Acres Serial Number 600.000

NMNM--- 118713

			Serial Nur	nber: NMNM 118	713	
Name & Address				Int Rel		% Interest
CHEVRON USA INC		1400 SMITH ST	HOUSTON TX 770027327	LESSEE	1	100.000000000
			Serial Num	ber: NMNM 1187	13	
Mer Twp Rng Sec	STyp	SNr Suff Subdivision	District/Field Office	County	Mgmt A	gency
23 0240S 0290E 033	ALIQ	NE,W2,N2SE,SESE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU	OF LAND MGMT

			Serial Number: NMNM 118713		
Act Date	Code	Action	Action Remark	Pending Office	
05/25/2007	387	CASE ESTABLISHED	200707052;		
07/03/2007	299	PROTEST FILED	Forest Guardians etal		
07/18/2007	143	BONUS BID PAYMENT RECD .	\$1200.00;		
07/18/2007	191	SALE HELD			
07/18/2007	267	BID RECEIVED	\$540000.00;		
07/25/2007	143	BONUS BID PAYMENT RECD	\$538800.00;		
08/31/2007	237	LEASE ISSUED			
08/31/2007	298	PROTEST DISMISSED			
08/31/2007	974	AUTOMATED RECORD VERIF	BCO		
09/01/2007	496	FUND CODE	05;145003		
09/01/2007	530	RLTY RATE - 12 1/2%			
09/01/2007	868	EFFECTIVE DATE			
06/11/2008	817	MERGER RECOGNIZED	CHESA LLC/CHESA LP		
08/22/2008	817	MERGER RECOGNIZED			
11/27/2012	140	ASGN FILED	CHESAPEAK/CHEVRON U;1		
04/10/2013	139	ASGN APPROVED	EFF 12/01/12;		
04/10/2013	974	AUTOMATED RECORD VERIF	ANN		
08/31/2017	763	EXPIRES			

440740

.

Line Nr	Remarks	Serial Number: NMNM 118/13
0002	STIPULATIONS ATTACHED TO LEASE:	
0003	NM-11-LN SPECIAL CULTURAL RESOURCE	
0004	SENM-LN-1 CAVE - KARST OCCURRENCE AREA	
0005	SENM-S-11 (NSO) PECOS RIVER/CANYON COMPLEX	
0006	SENM-S-17 SLOPES OR FRAGILE SOILS	
0007	SENM-S-18 STREAMS, RIVERS, AND FLOODPLAINS	
0008	SENM-S-21 CAVES AND KARST	
0009	SENM-S-25 VISUAL RESOURCE MANAGEMENT	
0010	04/10/2012 RENTAL PAID 09/01/12; PER ONRR	

Run Time: 02:26 PM

Run Date: 10/14/2014

01 12-22-1987;101STAT1330;30USC181 ET SE Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS L

Serial Number Total Acres 600.000

NMNM--- 118713

		Serial Numbe	r: NMNM 118713	
Name & Address			Int Rel	% Interest
CHEVRON USA INC	1400 SMITH ST	HOUSTON TX 770027327	LESSEE	100.00000000

			Serial Number: NMNM 118713				
Mer Twp Rng Sec	STyp	SNr Suff Subdivision	District/Field Office	County	Mgmt Agency		
23 0240S 0290E 033	ALIQ	NE,W2,N2SE,SESE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT		

	Serial	Number:	NMNM	118713
-			.	N/#

Act Date	Code	Action	Action Remark	Pending Office
05/25/2007	387	CASE ESTABLISHED	200707052;	
07/03/2007	299	PROTEST FILED	Forest Guardians etal	
07/18/2007	143	BONUS BID PAYMENT RECD	\$1200.00;	
07/18/2007	191	SALE HELD		
07/18/2007	267	BID RECEIVED	\$540000.00;	
07/25/2007	143	BONUS BID PAYMENT RECD	\$538800.00;	
08/31/2007	237	LEASE ISSUED		
08/31/2007	298	PROTEST DISMISSED		
08/31/2007	974	AUTOMATED RECORD VERIF	BCO	
09/01/2007	496	FUND CODE	05;145003	
09/01/2007	530	RLTY RATE - 12 1/2%		
09/01/2007	868	EFFECTIVE DATE		
06/11/2008	817	MERGER RECOGNIZED	CHESA LLC/CHESA LP	
08/22/2008	817	MERGER RECOGNIZED		
11/27/2012	140	ASGN FILED	CHESAPEAK/CHEVRON U;1	
04/10/2013	139	ASGN APPROVED	EFF 12/01/12;	
04/10/2013	974	AUTOMATED RECORD VERIF	ANN	
08/31/2017	763	EXPIRES		

Line Nr	Remarks	Serial Number: NMNM 118713
0002	STIPULATIONS ATTACHED TO LEASE:	
0003	NM-11-LN SPECIAL CULTURAL RESOURCE	
0004	SENM-LN-1 CAVE - KARST OCCURRENCE AREA	
0005	SENM-S-11 (NSO) PECOS RIVER/CANYON COMPLEX	
0006	SENM-S-17 SLOPES OR FRAGILE SOILS	
0007	SENM-S-18 STREAMS, RIVERS, AND FLOODPLAINS	
0008	SENM-S-21 CAVES AND KARST	
0009	SENM-S-25 VISUAL RESOURCE MANAGEMENT	
0010	04/10/2012 RENTAL PAID 09/01/12; PER ONRR	

Serial Number: NMNM... 440742

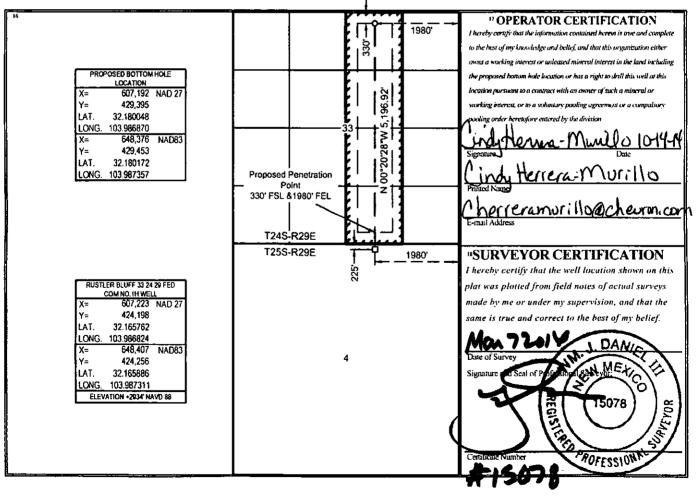
02:26 PM Run Time:

<u>District 1</u> 1625 N. French Dr., Hobbs. NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District 11</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District 111</u> 1000 Rio Brazos Road, 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) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

	WELL LOCATION AND ACREAGE DEDICATION PLAT									
30-0	15-4	à le	10 9621	ode	WILL	JW LA	HKE B	ME	SP	RING SE
⁴ Proper	ty Code			3 P	roperty Name				6	Well Number
33	121		RL	STLER BLU	JFF 33 24 29 F	ED COM				1H
⁷ OGR	ID No.			٥٢	perator Name					* Elevation
432	23			CHEVR	ON U.S.A. IN	C.			2934'	
	" Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/1	Vest line	County
В	4	25 SOUTH	29 EAST, N.M.P.M.		225'	NORTH	1980'	EA	ST	EDDY
			" Bottom H	ole Locat	ion If Diffe	erent From S	urface			
UL or lot no.	Section	Township	Range	Los Idn	Feet from the	North/South line	Feet from the	East/V	Vest line	County
В	33	24 SOUTH	29 EAST, N.M.P.M.		330'	NORTH	1980'	EA	ST	EDDY
12 Dedicated A	cres ¹³ Joir	t or Infill	¹⁴ Consolidation Code ¹³	Order No.						
60										

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.



<u>Djetriet 1</u> 1625 N. French Dr., Hobbs. NM 82240 Phone: (575) 393-6161 Fax: (575) 393-6720 <u>Djetriet II</u> 813 S. First St., Artesia, NM 88240 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>Djetriet III</u> 1009 Rio Brazos Road, Artee, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>Djetriet IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

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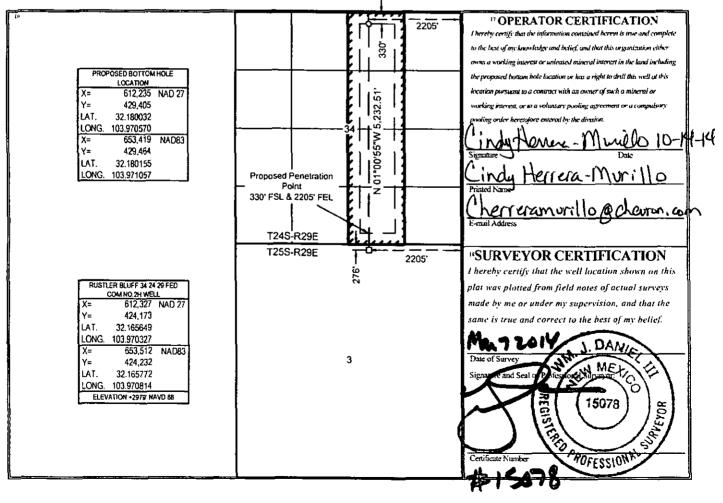
AMENDED REPORT

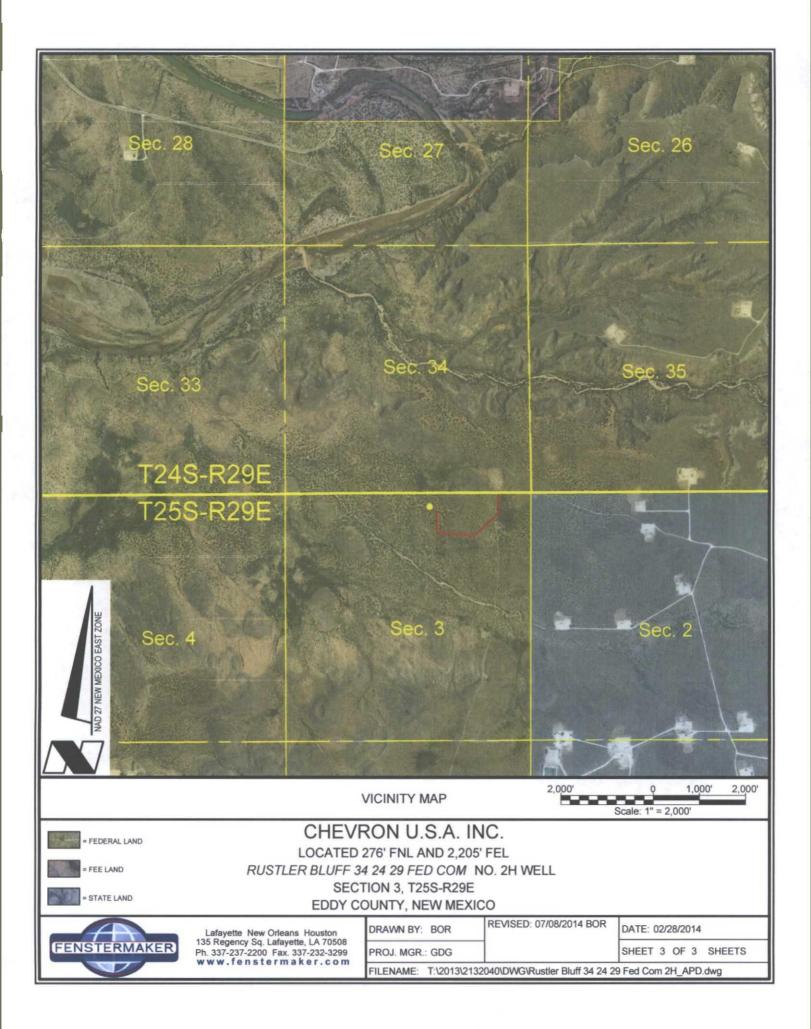
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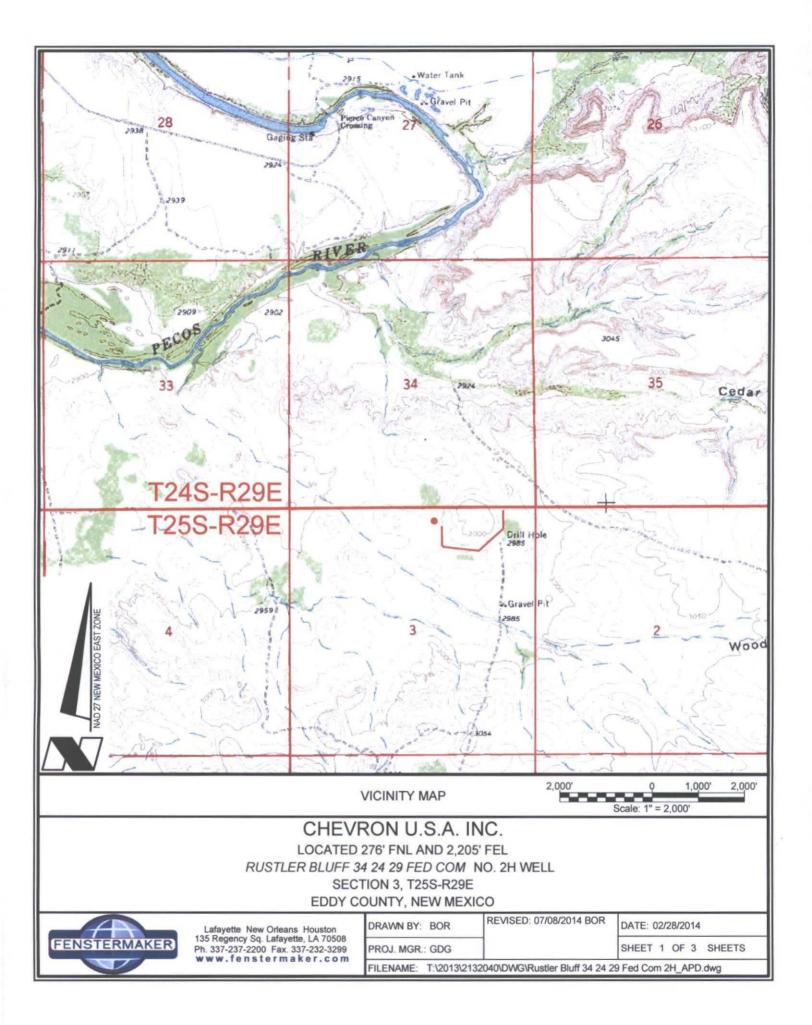
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	WELL LOCATION AND ACREAGE DEDICATION PLAT								
30-0	15-	Ŧ26-	119621	ode	WILL	an LA	KEB	<u>BNESPR</u>	ING SE
Proper	ty Code			, b	roperty Name		_ ,		Well Number
1213	151		RU	STLER BLU	JFF 34 24 29 F	ED COM			2H
70GR	DNo.			- "ô	perator Name				'Elevation
432	<u> </u>			CHEVR	ION U.S.A. IN	С			2979'
				1ª Sur	face Locat	ion			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	3	25 SOUTH	29 EAST, N.M.P.M.		276'	NORTH	2205'	EAST	EDDY
		_	" Bottom H	ole Locat	ion If Diffe	erent From S	urface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Fect from the	East/West line	County
В	34	24 SOUTH	29 EAST, N.M.P.M.		330'	NORTH	2205'	EAST	EDDY
12 Dedicated A	cres 13 Join	t or Infill	14 Consolidation Code 45	Order No.					
$\lfloor \underline{160}$					<u></u>	<u> </u>			

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.







Form 3160-5 (September 2001) SUNDF	FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004 5. Lease Serial No. MULTIPLE -SEE ATTACHED			
	this form for proposals t well. Use Form 3160-3 (6. If Indian, Allottee or Tribe Name
	RIPLICATE- Other inst	ructions on re	everse side.	7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well ↓ Oil Well□ □	Gas Well OD Other			8. Well Name and No.
· 2. Name of Operator CHEVRO	N USA INC			MULTIPLE -SEE ATTACHED 9. API Well No.
3a Address 1616 W. BENDER BLVD, I	10BBS NM 88240	3b. Phone No. (i 575-263-043)	nclude area code)	30-015-42670 & 30-015-42671 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Se	cc., T., R., M., or Survey Description)	!		WILLOW LAKE; BONE SPRING SE
	d 1980' FEL, Section 4, Townshi d 2205' FEL, Section 3, Townshi			11. County or Parish, State EDDY COUNTY, NM
12. CHECK	APPROPRIATE BOX(ES) TO	INDICATE NA	ATURE OF NOTICE,	REPORT, OR OTHER DATA
TYPE OF SUBMISSION			TYPE OF ACTION	
Notice of Intent	Acidize	Deepen Fracture Treat New Construc		Well Integrity
Final Abandonment Notice	Change Plans	Plug and Aban Plug Back	don Temporarily A	
If the proposal is to deepen Attach the Bond under whit following completion of the	directionally or recomplete horizontall the work will be performed or provi- involved operations. If the operation Final Abandonment Notices shall be	y, give subsurface k de the Bond No. or results in a multiple	ocations and measured and to file with BLM/BIA. Requision or recompletion	any proposed work and approximate duration thereof. true vertical depths of all pertinent markers and zones. ired subsequent reports shall be filed within 30 days n in a new interval, a Form 3160-4 shall be filed once mation, have been completed, and the operator has
through Chevron's Ru concentrating activities 34 24 29 Fed Com #2H wells are located in sec Rustler Bluff 33 24 29 Rustler Bluff 34 24 29	stler Bluff Central Battery. Chev at one battery. Wells producing (which will be horizontally drill- tion 33 & 34, T24S-R29E, Eddy (Fed Com #1H	ron request the a to this battery in ed in fall of 2014 County, New Mex PI# 30-025-4267 PI# 30-025-4267	pproval to minimize sur clude the Chevron Rusti into the Second Bone Sp ico. API's Included: 0 Lease # NMN 1 Lease # NMN	M120894
14. I hereby certify that the f Name (Printed/Typed)		.		
	RERA-MURILLO		the PERMITTING SPE	CIALIST
Signature Cindy H	mue muilo		ate	10/14/2014
J	THIS SPACE FOR	FEDERAL O	R STATE OFFIC	EUSE
Approved by			Title	Date
certify that the applicant holds I which would entitle the applicant		n the subject lease	Office	
Title 18 U.S.C. Section 1001 and States any false fictitious or frau	Title 43 U.S.C. Section 1212, make it a idulent statements or representations	crime for any per-	son knowingly and willfull	y to make to any department or agency of the United

(Instructions on page 2)

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