Form 3160-5 (June 2015)

UNITED STATES

FORM APPROVED

CARLS & NO FIELD OFFICE

•	DEPARTMENT OF THE I		Expires: Ja	anuary 31, 2018
SUND	5. Lease Serial No. NMLC029389A			
Do not use	6. If Indian, Allottee of			
abandoned	well. Use form 3160-3 (AF	D) for such proposals.	o. 11 maian, 7 moneo C	of Tribe Paine
SUBMIT	7. If Unit or CA/Agre	ement, Name and/or No.		
1. Type of Well Oil Well Gas Well	8. Well Name and No. BAISH FEDERAL			
Name of Operator CHEVRON USA INCORP	9. API Well No. 30-015-25727-0	00-S1		
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706		3b. Phone No. (include area code) Ph: 575.263.0431 Fx: 575.263.0445	10. Field and Pool or Exploratory Area N SHUGART	
4. Location of Well (Footage, Se	11. County or Parish,	State		
Sec 9 T18S R31E SESE	660FSL 660FEL		EDDY COUNT	Y, NM
12. CHECK THI	E APPROPRIATE BOX(ES) TO INDICATE NATURE OF	F NOTICE, REPORT, OR OTI	HER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
TILOI SOBMISSION		TILOI		
☐ Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
■ Subsequent Report	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	■ Well Integrity
	☐ Casing Repair	□ New Construction□ Plug and Abandon	☐ Recomplete	☐ Other
☐ Final Abandonment Notice	☐ Final Abandonment Notice ☐ Change Plans		☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	■ Water Disposal	
If the proposal is to deepen direct Attach the Bond under which the following completion of the investment of the invest	ctionally or recomplete horizontally e work will be performed or provid olved operations. If the operation r al Abandonment Notices must be f	ent details, including estimated starting, give subsurface locations and measure e the Bond No. on file with BLM/BIA esults in a multiple completion or recoiled only after all requirements, including	red and true vertical depths of all perting. Required subsequent reports must be impletion in a new interval, a Form 316	nent markers and zones. e filed within 30 days 60-4 must be filed once
CHEVRON USA INC IS S	UBMITTING WATER DISPO	OSAL ONSHORE ORDER #7 C	ON THE FOLLOWING WELLS:	
BAISH FEDERAL #2 31 BAISH FEDERAL #3 31 BAISH FEDERAL #4 31 BAISH FEDERAL #5 31 BIASH FEDERAL #7 31 BAISH FEDERAL #8 31	0-015-25729 0-015-25729 2-015-26210	Screpted for record - NMOC IL CONSERVATION ARTESIA DISTRICT MAR 28 2018	ACCEPTED FOR R	
BAISH FEDERAL #10 3	0-015-30905	RECEIVED	BUREAU OF LAND MANA	

14. I hereby certify that the	ne foregoing is true and correct. Electronic Submission #380200 verifie For CHEVRON USA INCORPO Committed to AFMSS for processing by PRI	RATED	sent to the Carlsbad	
Name (Printed/Typed)	CINDY H MURILLO	Title PERMITTING SPECIALIST		
Signature	(Electronic Submission)	Date	06/29/2017	
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE USE	
Approved By		Title		Date
Conditions of approval, if 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		Office		

RECEIVED

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.

Additional data for EC transaction #380200 that would not fit on the form

32. Additional remarks, continued

BAISH FEDERAL #11 30-015-31191

PLEASE FIND THE WATER DISPOSAL FORM ATTACHED.

WATER DISPOSAL ONSHORE ORDER #7

The following information is needed before your method of water disposal can be considered for approval.

1.	Shugart; Bone Spring, North And Shugart Morrow (Gas)									
2.	An	Amount of water produced from each formation in barrels per day.								
		Approximately 40 bbls perday								
3.	How water is stored on the lease.									
		3 (500 Barrel Oil Tanks) 1 (500 Barrel Water Tanks)								
4.	How water is moved to disposal facility. Truck Hauled by Basic Energy Services to Shugart State 2 SWD									
5.	Operators of disposal facility a. Lease name or well name and number: Shugart State 2 SWD 30-015- 32438									
	b. Location by ¼ ¼ Section, Township and Range of the disposal system: SWD is located in Section 16 T18S R31E									
	C.	c. The appropriate NMOCD permit number: SWD - 1340								
	В	aish Fed #1 30-015-25727	Baish Fed #5 30-015-30901	Baish Fed #9 30-015-30954						
	В	aish Fed #2 30-015-25728	Baish Fed #6 30-015-30902	Baish Fed #10 30-015-30905						
	В	aish Fed #3 30-015-25729	Baish Fed#7 30-015-30904	Baish Fed #11 30-015-31191						
	В	aish Fed #4 30-015-26219	Baish Fed #8 30-015-30837							

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

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

4/4/2017