Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED 2018

| | OMB NO. 1004-013 |
|---|-----------------------------------|
| ļ | Expires: January 31, 2 |
| | 5. Lease Serial No. NMNM118713 |

| SUNDRY NOTICES AND REPORTS ON WELLS | |
|---|--|
| Do not use this form for proposals to drill or to re-enter an | |
| shandoned well. Use form 3160-3 (APD) for such proposals | |

| _ | | |
|----|----------------------------------|----|
| 6. | If Indian, Allottee or Tribe Nam | ie |

| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | | | | 7. If Unit or CA/Agree | ement, Name and/or No. |
|--|---|-------------------------------------|---|--|--------------------------|------------------------|
| Type of Well | | | 8. Well Name and No. RUSTLER BLUFF | 33 24 29 1H | | |
| Name of Operator CHEVRON USA INCORPORA | JRILLO CHEVRON.COM | | 9. API Well No. 30-015-42670-0 | 0-S1 | | |
| 3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706 | 3b. Phone No Ph: 575.26 Fx: 575.263 | | | 10. Field and Pool or Exploratory Area PIERCE CROSSING UNKNOWN | | |
| 4. Location of Well (Footage, Sec., T | ., R., M., or Survey Description, |) | · · · · · · · · · · · · · · · · · · · | | 11. County or Parish, | State |
| Sec 4 T25S R29E Lot 2 225Fl 32.165886 N Lat, 103.987311 | | | | EDDY COUNTY | , NM | |
| 12. CHECK THE AF | PPROPRIATE BOX(ES) | TO INDICA | TE NATURE OI | F NOTICE, | REPORT, OR OTH | ŒR DATA |
| TYPE OF SUBMISSION | | | TYPE OF | ACTION | | |
| ☐ Notice of Intent | ☐ Acidize | 🗖 Dee | pen | □ Product | ion (Start/Resume) | ■ Water Shut-Off |
| _ | ☐ Alter Casing | 🗖 Нус | Iraulic Fracturing | Reclam Reclam | ation | ■ Well Integrity |
| Subsequent Report ■ | Casing Repair | □ Nev | v Construction | Recomp | olete | Other |
| ☐ Final Abandonment Notice | ☐ Change Plans | Plug | g and Abandon | □ Tempor | arily Abandon | |
| | ☐ Convert to Injection | Plug | g Back | ⊠ Water I | Disposal | |
| 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 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 USA INC IS SUBMITTING WATER DISPOSAL ONSHORE ORDER #7 ON THE FOLLOWING WELL: RUSTLER BLUFF 33 24 29 FEDERAL #1H 30-015-42670 Accepted for record - NMOCD CONSENSATION ARTESIA DISTRICT ARTESIA DISTRICT ARTESIA DISTRICT ARTESIA DISTRICT ARTESIA DISTRICT ARTESIA DISTRICT BUREAU OF LAND MANAGEMENT COPLESAD FIELD OFFICE | | | | | | |
| 14. I hereby certify that the foregoing is Con Name(Printed/Typed) CINDY H | #Electronic Submission # For CHEVRON Unmitted to AFMSS for proce | JSA INCORPO | RATED, sent to t SCILLA PEREZ or | he Carlsbad | (18PP0219SE) | |
| Name (Trinear Typea) Child 11 | IVIONILLO | | THE PLICE | TING OF L | CIALIOT | |
| Signature (Electronic S | Date 10/17/2017 | | | | | |
| | THIS SPACE FO | R FEDERA | L OR STATE | OFFICE U | SE | |
| Approved By Conditions of approval, if any, are attached | d. Approval of this notice does | not warrant or | Title | | | Date |
| certify that the applicant holds legal or equ which would entitle the applicant to condu | Office | | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s | U.S.C. Section 1212, make it a statements or representations as | crime for any po to any matter w | erson knowingly and ithin its jurisdiction. | willfully to ma | ake to any department or | agency of the United |
| | | | | | | |

Rustler Bluff 33 24 29 Federal #1H API#30-015-42670 Lease # NMNM118713

WATER DISPOSAL ONSHORE ORDER #7

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

| 1. | Na | me(s) of formation (s) producing water on the lease. |
|----|----|--|
| | | Willow Lake;Bone Spring, Southeast |
| 2. | Am | nount of water produced from each formation in barrels per day. |
| | | Approximately 118 bbls per day |
| 3. | Но | w water is stored on the lease. |
| | | 2 (750 Barrel water Tanks) |
| 4. | Ho | w water is moved to disposal facility. Transferred to XTO Energy Inc to Goldenchild 6 State SWD #1 |
| 5. | Op | erators of disposal facility |
| | a. | Lease name or well name and number: Goldenchild 6 State SWD #1 |
| | | API# 30-015-41846 |
| | b. | Location by ¼ ¼ Section, Township and Range of the disposal system: SWD facility is located in Sect 6 Township 25S-Range 29E Eddy County |
| | | |
| | c. | The appropriate NMOCD permit number: SWD 1458 |
| | | |
| | | |

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 MTL-3A.
- 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.
- 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

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