Form 3160-5 (June 2015) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMNM120901 6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agree	ement, Name and/or No.		
1. Type of Well 🔲 Gas Well 📋 Other					8. Well Name and No. SND 12 01 FED 003 1H			
2. Name of Operator CHEVRON USA INCORF	CERRA N.COM		9. API Well No. 30-015-45420-00-X1					
			o. (include area code) 87-7655		10. Field and Pool or Exploratory Area WILDCAT			
4. Location of Well (Footage, S	ICIU CIII	H GHT TE	11. County or Parish,	State				
Sec 12 T24S R31E SESE 367FSL 1210FEL			Artesia		EDDY COUNTY	Υ, NM		
12. CHECK TH	E APPROPRIATE BOX(ES	5) TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION						
Notice of Intent	C Acidize	🗖 De	epen	Product	ion (Start/Resume)	□ Water Shut-Off		
. —	Alter Casing		draulic Fracturing	🗖 Reclam	ation	Well Integrity		
Subsequent Report	Casing Repair		w Construction	Recomplete		🛛 Other Change to Original A		
Final Abandonment Notic	Change Plans		g and Abandon g Back	Tempor Water I	arily Abandon Disposal	PD		
Attach the Bond under which th following completion of the invi- testing has been completed. Fin determined that the site is ready Chevron USA respectfully and set surface casing. Th	ctionally or recomplete horizontall e work will be performed or provide olved operations. If the operation is al Abandonment Notices must be for final inspection.	y, give subsurface le the Bond No. c results in a multip filed only after al priginal APDs	e locations and measu on file with BLM/BIA ole completion or reco I requirements, includ to utilize the spud	red and true ve Required sub- impletion in a re- ing reclamation Ider rig to ru	rtical depths of all pertin bsequent reports must be new interval, a Form 316 n, have been completed a	ent markers and zones. filed within 30 days 0-4 must be filed once		
otherwise the BLM will be promptly notified. Est. spudder rig spud date: 4/29/2019 Est. drilling rig arrival date: 6/10/2019			NM OIL CONSERVATION ARTESIA DISTRICT					
This request applies to the following wells on this pad: SND 12 01 FED 003 1H - 30-015-45420 SND 12 01 FED 003 2H - 30-015-45421 SND 12 01 FED 003 3H - 30-015-45422				AUG 2 1, 2019				
Rig should be 0.		2 or 6/10	12019 from	Ne dan	RECEI	VED <u>leave location</u>		
14. J freeby certify that the forego	Electronic Submission	USA INCORPO	RATED, sent to t	he Carlsbad	-			
Name (Printed/Typed) LAURA BECERRA			Title REGULATORY SPECIALIST					
Signature (Electro	onic Submission)	Submission) Dat			Date 04/22/2019			
	THIS SPACE F	OR FEDER	AL OR STATE (OFFICE U	SE	······································		
Approved By_ZOTA STEVENS				TitlePETROLEUM ENGINEER Date 04/24/2019				
Conditions of approval, if any, are attached. Approval of this notice does not warrant of 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 Carlsbad					
Title 18 U.S.C. Section 1001 and Titl States any false, fictitious or fraudu	e 43 U.S.C. Section 1212, make it lent statements or representations a	a crime for any p as to any matter v	erson knowingly and vithin its jurisdiction.	willfully to ma	ke to any department or	agency of the United		
(Instructions on page 2)) **		

J.

Rw 10-28-19

Additional data for EC transaction #462288 that would not fit on the form

32. Additional remarks, continued

Surface rig layout attached

Chevron U.S.A. Inc. (CUSA) SUNDRY ATTACHMENT: SPUDDER RIG

DATA OPERATOR NAME: Chevron U.S.A. Inc.

1. SUMMARY OF REQUEST:

CUSA respectfully requests approval for the following operations for the surface hole in the drill plan:

1. Utilize a spudder rig to pre-set surface casing for time and cost savings.

2. Description of Operations

- 1. Spudder rig will move in to drill the surface hole and pre-set surface casing on the well.
 - **a.** After drilling the surface hole section, the spudder rig will run casing and cement following all the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
 - **b.** The spudder rig will utilize fresh water-based mud to drill the surface hole to TD. Solids control will be handled entirely on a closed loop basis. No earth pits will be used.
- 2. The wellhead will be installed and then tested offline after the WOC time has been reached.
- 3. An abandonment cap at the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on one wing-valve.
 - a. A means for intervention will be maintained while the drilling rig is not over the well.
- 4. Spudder rig operations are expected to take 2-3 days per well on the pad.
- 5. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 6. Drilling operations will begin with a larger rig and a BOP stack equal to or greater than the pressure rating that was permitted will be nippled up and tested on the wellhead before drilling operations resume on each well.
 - **a.** The larger rig will move back onto the location within 90 days from the point at which the wells are secured and the spudder rig is moved off location.
 - **b.** The BLM will be contacted / notified 24 hours before the larger rig moves back on the pre-set locations.
- 7. CUSA will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- **8.** Once the rig is removed, CUSA will secure the wellhead area by placing a guard rail around the cellar area.

Surface Rig Layout

