Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FACTIVE esia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM28636

BUREAU OF LAND MANAGEMENT NOV 1 9 2019
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 proposate CIAOCI

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such appropriate SIAO.C.D.					14/01/4/01/20000		
					6. If Indian, Allottee of	r 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 ☐ Other ☐ Other				8. Well Name and No. FEDERAL BL 1			
Name of Operator				9. API Well No. 30-015-23782-0	00-S1		
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706 3b. Phone Ph: 832-			clude area code) 044		10. Field and Pool or ROBINA DRAW		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 17 T23S R24E NWNE					EDDY COUNTY, NM		
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICATE	NATURE O	F NOTICE,	REPORT, OR OTI	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	☐ Acidize	Deepen		☐ Product	ion (Start/Resume)	■ Water Shut-Off	
_	☐ Alter Casing	☐ Hydrau	ic Fracturing	☐ Reclam	ation	■ Well Integrity	
☐ Subsequent Report	Casing Repair	☐ New Co	nstruction	□ Recomplete		□ Other	
☐ Final Abandonment Notice	Change Plans	☐ Change Plans ☐ Plug and Abandon ☐ Tempo		☐ Tempor	orarily Abandon		
	Convert to Injection	Convert to Injection			Disposal		
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. 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 respectfully requests to abandon this well as follows: 1. Notify BLM 24 hrs. prior to starting work. 2. MIRU rig-less wireline. 3. Run gauge ring and locate packer. Set CITP above packer at 8,184'. Pressure test casing and tubing to 1,000 psi each for 15 minutes. Cut tubing above CITP. If casing or tubing pressure test failed, contact engineer to discuss standing tubing back and pressure test TIH. 4. MIRU pulling unit. 5. Check pressures on all strings and bubble test. If sustained casing pressure is noted Schetzron TTACHED FOR intends to utilize another means of eliminating the pressure (Zonite, Nano-Seal, Cut and pull casing, etc) as agreed upon by the BLM. 6. Kill well as necessary, N/U BOP. 7. Spot 90 sx Cl. "H" Cement fi/8,184' t/ 7,370' (Perfs, Wolfcamp, 1st-Bone Spring). Must tag at Accepted for record - NMOCD							
. ,	# Electronic Submission For CHEVRON L itted to AFMSS for process	JSA INCORPORA sing by DEBORAL	TED, sent to t	the Carlsbad on 10/18/2019			
Signature (Electronic S	Submission)	Di	ate 10/17/2	019			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							

Conditions of approval of fany, 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

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.



//-3-19 Date

Approved By

Additional data for EC transaction #488717 that would not fit on the form

32. Additional remarks, continued

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7.400° or higher. Diseuss-w/-BLM-about waiving WOC if casing pressure tested. Ensure to spot enough

MLF between cement plugs out in accordance w/ BLM regulations.

8. Perforate casing at 3,842' & squeeze 55 sx CL "C" Cement f/ 3,652' t/ 3,842', WOC & tag (Bone Spring). Must tag at 3,692' or higher.

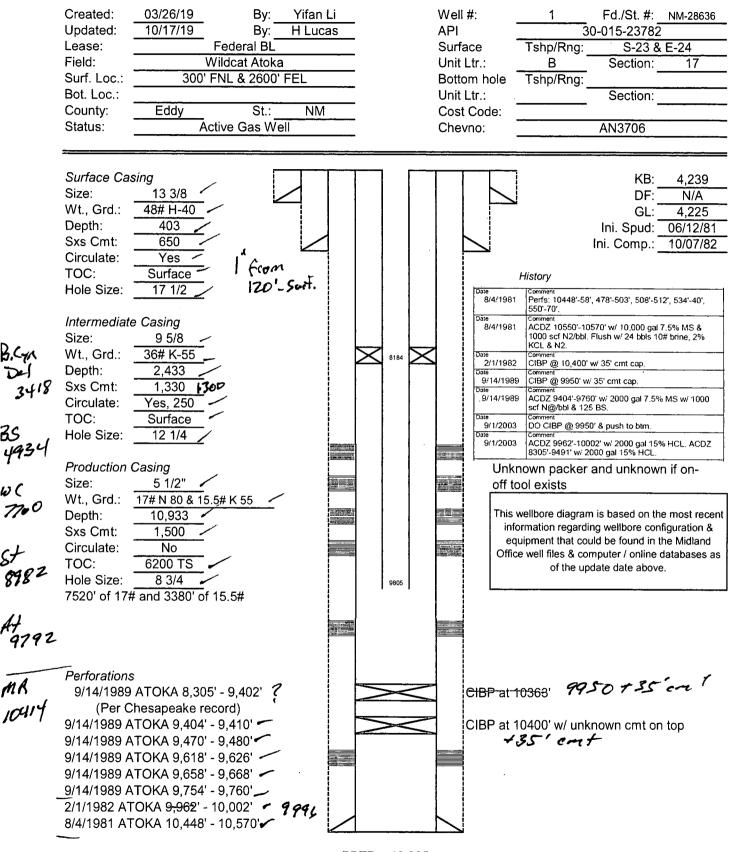
9. Perforate casing at 1,662' & squeeze 220 sx CL "C" Cement f/ 930' t/ 1,662', WOC & tag (Cherry & Brushy Canyons). Must tag at 970'-or higher.

10. Perforate casing at 453' & squeeze 140 sx CL "C" Cement f/ Surface t/ 453' (FW, shoe).

11. Cut off wellhead 3' below grade, Verify Cement To Surface, install required dry hole marker as per COA's, turn over to reclamation.

All cement plugs will be class "C" (<7,500') or "H" (>7,500') with a closed loop system used.

Federal BL #1 Wellbore Diagram



PBTD: 10,365 TD: 10,933

Federal BL #1 Wellbore Diagram

Created: 03/26/19 By: Yifan Li Updated: 10/17/19 By: H Lucas Lease: Federal BL Field: Wildcat Atoka Surf. Loc.: 300' FNL & 2600' FEL Bot. Loc.: County: Eddy St.: NM Status: Active Gas Well	Well #: API Surface Unit Ltr.: Bottom hol Unit Ltr.: Cost Code Chevno:	Tshp/Rng: B e Tshp/Rng:	Fd./St. #: NM-28636 -015-23782 S-23 & E-24 Section: 17 Section:
Surface Casing Size: 13 3/8 Wt., Grd.: 48# H-40 Depth: 403 Sxs Cmt: 650 Circulate: Yes TOC: Surface Hole Size: 17 1/2		4 P&S across surf casing 3 P&S across the Cherry and Brushy Canyons	KB: 4,239 DF: N/A GL: 4,225 Ini. Spud: 06/12/81 Ini. Comp.: 10/07/82
Intermediate Casing Size: 9 5/8 Wt., Grd.: 36# K-55 Depth: 2,433 Sxs Cmt: 1,330 Circulate: Yes, 250 TOC: Surface Hole Size: 12 1/4 Production Casing Size: 5 1/2" Wt., Grd.: 17# N 80 & 15.5# K 55	1 S	et CITP, cut tubing above the 3rd Bone	and pump cement
Depth: 10,933			MD, ft
Sxs Cmt: 1,500		Formation Na	me Top
Circulate: No		Marker	Depth (md)
TOC: 6200 TS		alt	not present
Hole Size: 8 3/4	' ' <u> </u>	amar	not present
7520' of 17# and 3380' of 15.5#		Bell Canyon	not present
		herry Canyon	1,470
	l ! ;-	Brushy Canyon	1,612
	1 1 i =	Bone Spring	3,792
Perforations	1 1 7	st Bone Spring	3,980
9/14/1989 ATOKA 8,305' - 9,402'		Ind Bone Spring	4,900
(Per Chesapeake record)	1 1 7	rd Bone Spring	7,500
9/14/1989 ATOKA 9,404' - 9,410'		Volfcamp	7,700
9/14/1989 ATOKA 9,470' - 9,480'	」	Pennsylvanian (Cise	'
9/14/1989 ATOKA 9,618' - 9,626'		itrawn	9,553
9/14/1989 ATOKA 9,658' - 9,668'	!!:	Atoka	9,700
9/14/1989 ATOKA 9,754' - 9,760'		/lorrow	10,303
2/1/1982 ATOKA 9,962' - 10,002'	↓		
8/4/1981 ATOKA 10,448' - 10,570'			

PBTD: 10,365 TD: 10,933

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

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3 <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of brine water. Minimum nine (9) pounds per gallon.
- 5 <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In heu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat. Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

- 7. Subsequent Plugging Reporting: Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. Show date well was plugged.
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.