

Chevron U.S.A. Inc. P.O. Box 1150, Midland, TX 79702 RECEIVED

Permian Basin Production Business Unit

October 29, 1990

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Bureau of Land Management P. O. Box 1778 Carlsbad, NM 88220

Gentlemen:

The following is Chevron U.S.A. Inc.'s plan for surface use restoration associated with the drilling of our Pacheco Fed. #7 to be located 760 feet from the South line and 1,980 feet from the East line of Section 31, T-19-S, R-28-E, Eddy County, New Mexico.

After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Pits will be filled and the location cleaned of all trash and junk to leave the well site in as aesthetically pleasing condition as possible. Any unguarded pits containing fluids will be fenced until they are filled.

After abandonment of the well, surface restoration will be in accordance with the agreement with the surface owner. Pits will be filled and the location will be cleaned. The pit area, well pad, and all unneeded access road will be ripped to promote revegetation. Rehabilitation should be accomplished within ninety (90) days after abandonment.

Yours very truly,

m. E. akin

M. E. Akins Drilling Superintendent

ED:mjc MDD01029.04