

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



July 27, 2015

NM OIL CONSERVATION
ARTESIA DISTRICT

JUL 30 2015

RECEIVED

Chevron North America Exploration
& Production Company
15 Smith Road
Midland, Texas 79705
Attn: Mr. Paul T. Brown

Re: Extension of Provisions
Division Order No. R-13980
Issue Date: April 23, 2015

Dear Mr. Brown,

Pursuant to the provisions of Division Order No. R-13980, Chevron is required to set a CIBP in its LOTOS 11 Federal Well No. 2 (API No. 30-015-28821) located in Section 11, Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico, within 3-months of the issue date of Order No. R-13980.

As per your request dated July 21, 2015 Chevron is hereby granted a 30-day extension in which to perform the above-described well work. Chevron shall complete this work by August 23, 2015.

Sincerely,

A handwritten signature in dark ink, appearing to read "David Catanach", written over a horizontal line.

David Catanach
Division Director

gdd 7/30/15
Accepted for record
NMOCB

Xc: ✓ OCD-Artesia
BOPCO, LP
Case File 15231



Paul T. Brown
Petroleum Engineer

Chevron North America Exploration
and Production Company
MidContinent Business Unit
15 Smith Rd.
Midland, Texas 79705

NM OIL CONSERVATION
ARTESIA DISTRICT

JUL 30 2015

RECEIVED

July 21, 2015

State of New Mexico
Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe, New Mexico 87505
Attn: Mr. David R. Catanach

Re: Injection Order R-13980
Chevron USA
LOTOS II Federal No. 2
API No. 30-015-28821
Eddy County, New Mexico

*Case File
15231*

Request for Extension

Dear Mr. Catanach,

Chevron respectfully requests a 30 day extension to set a CIBP in the subject well as per Injection Order R-13980. We have obtained approval of the sundry notice with the BLM for the installation of the CIBP. We are now back flowing the well to reduce the wellhead pressure to a level where we can safely pull the tubing and packer. This is taking longer than anticipated. In addition to that delay, we cannot guarantee that a rig will be readily available when the flowback operations are completed.

With your approval, the deadline to set the CIBP will be moved to August 23, 2015. Since flowback operations have commenced, we will not be disposing any water into the well until the CIBP is in place.

Sincerely,

Paul T. Brown
Petroleum Engineer

Catanach, David, EMNRD

From: Herrera-Murillo, Cindy O <CHerreraMurillo@chevron.com>
Sent: Wednesday, July 22, 2015 6:26 AM
To: Catanach, David, EMNRD
Subject: 30-025-28821 Lotos 11 Fed #2
Attachments: Ltr from Paul Brown to NMOCD.pdf; R-13980.pdf

Mr. Catanach,

Please find attached a letter from our engineer requesting for a 30 day extension to set a CIBP in the subject well as per Order R-13980. I have attached a copy of order for your review.

I will also mail this to your attention today. If you should have any questions, please give me a call.

Thanks,



Cindy Herrera-Murillo
Permitting Specialist SE New Mexico
1616 W. Bender Blvd
Hobbs, NM 88240
575-263-0400 ext 30431
Cherreramurillo@chevron.com