

**NM OIL CONSERVATION  
ARTESIA DISTRICT**

Form 3160-5  
(August 2007)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

JAN 04 2016  
OCD Artesia

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**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.**

5. Lease Serial No.  
NMNM17157

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE - Other instructions on page 2.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No. 1
2. Name of Operator CHEVRON U.S.A. INC.    monty.mccarver@cjes.com		8. Well Name and No. PATON B FEDERAL # 2
3a. Address 15 SMITH RD. MIDLAND, TX. 79705	3b. Phone No. (include area code) 432-687-7104 LEE ROAK	9. API Well No. 30-015-30843
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SEC 8, T18S R31E MER NMP 1980 FNL 510 FEL		10. Field and Pool or Exploratory Area SHUGART NORTH
		11. Country or Parish, State EDDY CO. NM.

**12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water 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 recompleat 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 or recompleat 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.)

13 3/8" 48# @ 682' TOC SURF, 8 5/8" 24# @ 2,170' TOC SURF, 5 1/2" 17# @ 9,000' TOC SURF, PERFS 8,347'-8,495'

P & A PROCEDURE; NOTIFY BLM 48 HOURS BEFORE MOVE IN. ( 575 ) 234-5909

ON OR ABOUT NOVEMBER 23, 2015 MOVE IN RIG & EQUIPMENT. CIBP @ 8,300' W/ 85 SX CL "H" FROM 8,300'-7,400', WOC / TAG / TEST. CIR GEL  
\* Spot 4 min 25SX 5800 - 5640 (Bone Spring).  
MIX & SPOT 65 SX CL "C" CEMENT FROM 4,275'-3,700', WOC & TAG ( SAN ANDRES, GRAYBURG )

MIX & SPOT 105 SX CL "C" CEMENT FROM 3,240'-2,400', WOC & TAG ( GRAYBURG, QUEEN, 7 RIVERS )

PERF & CIR 125 SX CL "C" CEMENT FROM 2,220'-1,700', WOC & TAG ( INT. SHOE, YATES )

PERF & CIR 280 SX CL "C" CEMENT FROM 825' SURFACE ON BOTH STRINGS.

CUT OFF WELLHEAD 3' BGL, INSTALL REQUIRED DRY HOLE MARKER AS PER COA's, TURN OVER TO RECLAMATION.

BOND COVERAGE: 0329

**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

**RECLAMATION PROCEDURE  
ATTACHED**

**Accepted for record  
NMCD 1/5/16**

*LPC slips Attached*

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Monty L. McCarver

Title Agent for Chevron USA

Signature

Date 11/11/2015

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

Title

Office

**APPROVED**

DEC 24 2015

BUREAU OF LAND MANAGEMENT

Conditions of approval, if any, 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.

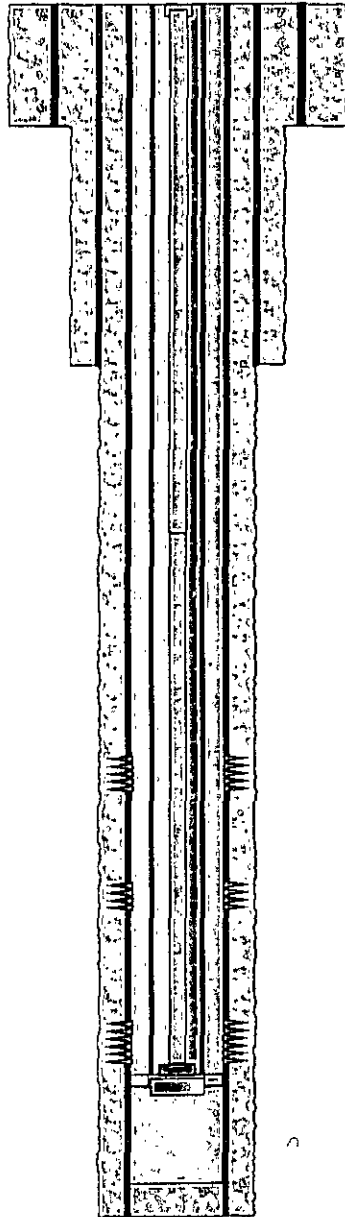
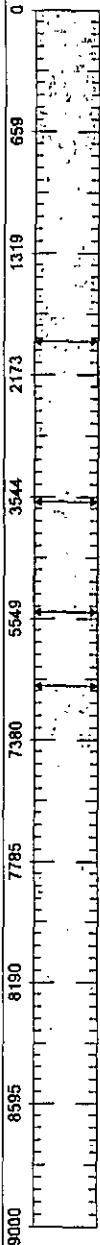
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**CURRENT**

## Chevron U.S.A. Inc. Wellbore Diagram : PATON B FED 2

Lease: OEU EUNICE FMT		Well No.: PATON B FEDERAL 2 2	Field: SHUGART NORTH	
Location: 1980FSL1980FWL		Sec.: N/A	Blk:	Survey: N/A
County: Eddy	St.: New Mexico	Refno: BX7384	API: 3001530843	Cost Center: UCT442200
Section: E031		Township: 9		Range: S018
Current Status: ACTIVE			Dead Man Anchors Test Date: NONE	
Directions:				



1.500 (1 1/2 in.) C x 26

Wellbore Hole OD-17.5000 @(15-682)  
H-40 13.375 OD/ 48.00# Round Short 12.71...  
Cement (behind Casing) @(15-682)

Wellbore Hole OD-11.0000 @(682-2170)  
J-55 8.625 OD/ 24.00# Round Short 8.097...  
Cement (behind Casing) @(15-2170)

112 - 0.990 (1 in.) FG x 37.5 Rod @(41-4241)

Perforations @(7462-7568)

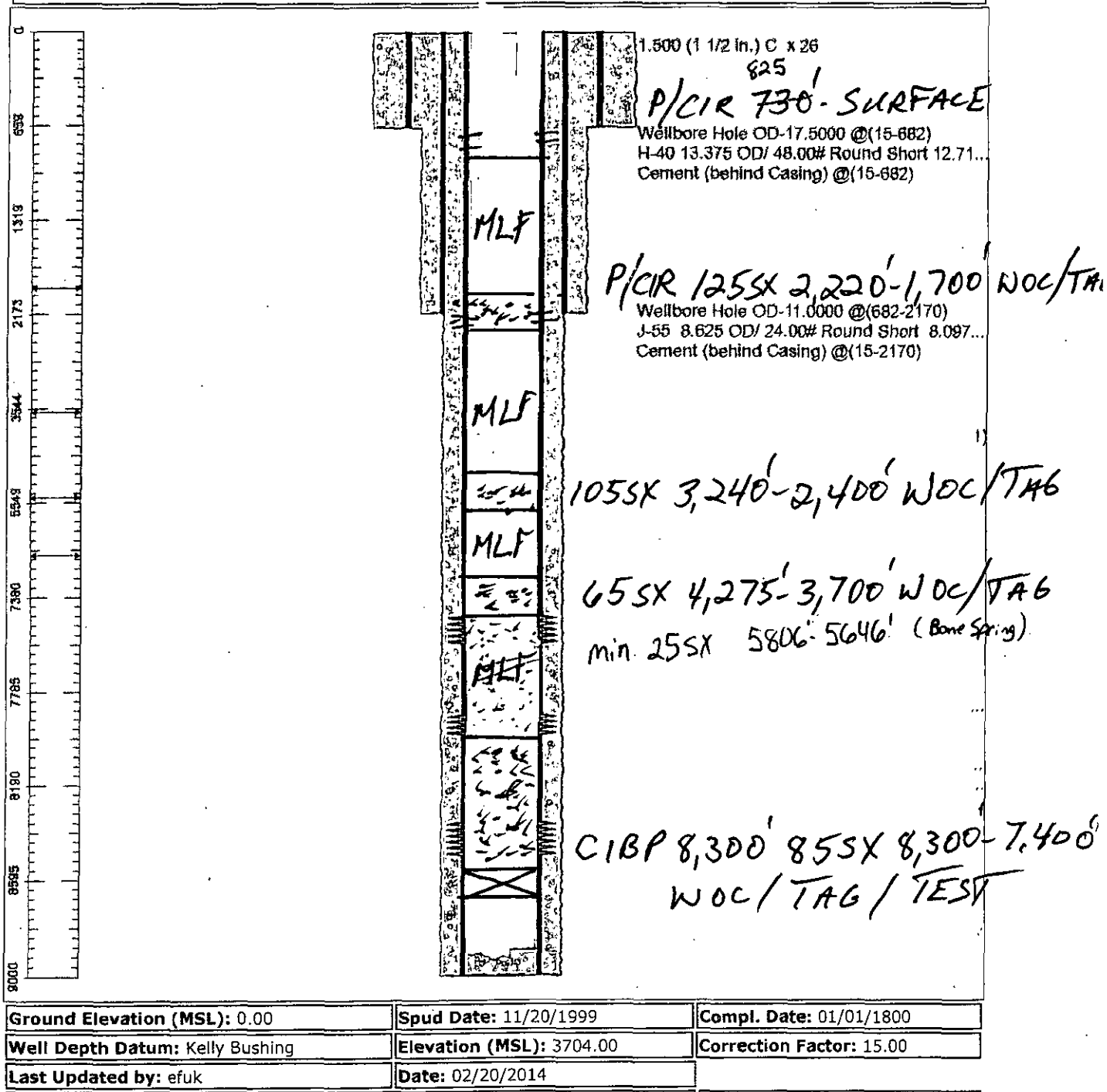
Perforations @(7882-7976)  
170 - 0.875 (7/8 in.) D x 25 Rod @(4241-84...  
Shear Tool (0.875) @(8491)  
Perforations @(8347-8495)  
Producing Interval (Completion) @(7462-84...  
Rod Pump (Insert) (NON-SERIALIZED) - 25...  
Unknown Grade/Thread/Weight 2.875 OD ...  
Tubing Anchor/Catcher 2.875 @(8528-8531)  
Seat Nipple - Standard (2.875) Cup Type ...  
Perforated Tubing Sub 2.875 @(8533-8537)  
Bull Plug Mud Anchor 2.875 @(8537-8599)  
Cement (behind Casing) @(15-9000)  
N-80 5.500 OD/ 17.00# Round Long 4.892...  
Plug - Cement @(8890-9000)  
Wellbore Hole OD- 7.8750 @(2170-9000)

Ground Elevation (MSL): 0.00	Spud Date: 11/20/1999	Compl. Date: 01/01/1800
Well Depth Datum: Kelly Bushing	Elevation (MSL): 3704.00	Correction Factor: 15.00
Last Updated by: efuk	Date: 02/20/2014	

P+H

## Chevron U.S.A. Inc. Wellbore Diagram : PATON B FED 2

<b>Lease:</b> OEU EUNICE FMT		<b>Well No.:</b> PATON B FEDERAL 2 2		<b>Field:</b> SHUGART NORTH	
<b>Location:</b> 1980FSL1980FWL		<b>Sec.:</b> N/A		<b>Blk:</b>	<b>Survey:</b> N/A
<b>County:</b> Eddy	<b>St.:</b> New Mexico	<b>Refno:</b> BX7384		<b>API:</b> 3001530843	<b>Cost Center:</b> UCT442200
<b>Section:</b> E031		<b>Township:</b> 9			<b>Range:</b> S018
<b>Current Status:</b> ACTIVE				<b>Dead Man Anchors Test Date:</b> NONE	
<b>Directions:</b>					



Ground Elevation (MSL): 0.00	Spud Date: 11/20/1999	Compl. Date: 01/01/1800
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UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Co. Division  
811 S. 1st Street  
Albuquerque, NM 88210-2934

FORM APPROVED  
OMB NO. 1004-0137  
Expires: November 30, 2000

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

5. Lease Serial No.  
NM 17157

1a. Type of Well ☒ Oil Well ☐ Gas Well ☐ Dry ☐ Other  
b. Type of Completion: ☒ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resvr.,  
Other

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.

8. Lease Name and Well No.  
PATON 'B' FEDERAL #2

9. API Well No.  
30-015-30843

10. Field and Pool, or Exploratory  
SHUGART BONE SPRING, NORTH

11. Sec., T., R., M., or Block and  
Survey or Acres  
SEC 9, T-18S, R-31E

12. County or Parish  
EDDY

13. State  
NM

17. Elevations (DF, RKB, RT, GL)\*  
3689 GL

2. Name of Operator  
Anadarko Petroleum Corp.

3. Address  
P.O. Box 2497, Midland, TX 79702

3a. Phone No. (include area code)  
915/683-0551

4. Location of Well (Report location clearly and in accordance with Federal requirements)  
At surface 1980' FSL & 1980' FWL UNIT LETTER K

At top prod. interval reported below SAME

At total depth SAME

14. Date Spudded  
11/20/1999

15. Date T.D. Reached  
12/12/1999

16. Date Completed  
☐ D & A ☒ Ready to Prod.  
12/16/1999

18. Total Depth: MD  
TVD 9000

19. Plug Back T.D.: MD  
TVD 8890

20. Depth Bridge Plug Set: MD  
TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)

GR/CNL - ZDL/DLL/MSFL, GR/CCL

22. Was well cored? ☒ No ☐ Yes (Submit analysis)  
Was DST run ☒ No ☐ Yes (Submit report)  
Directional Survey? ☒ No ☐ Yes (Submit)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (lbf.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sks. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
17-1/2	13-3/8	48			682	360 35:65:6			
	H-40					250 25:75:2		SURF	
11	8-5/8	24			2170	400 50:50:10			
	J-55					215 25:75:2		SURF	
7-7/8	5-1/2	17			9000	1300 50:50			
	N80/J55					350 50:50:2		SURF	

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) BONE SPRING DOLO	7882	7976	7882-7896, 7902-28,	1 JSPF	58	
B)			7952-64 & 7970-76			
C)						
D)						

26. Perforation Record

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
7882-7976	ACDZ W/6000 GALS 15% HCL W/90 BS

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity	Gas Gravity	Production Method
12/16/99	01/03/00	24	→	98	100	-0-	39	.82	PMPG
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr.	Oil BBL	Gas MCF	Water BBL	Gas: Oil Ratio	Well Status	
			→				1020	OIL	

28a. Production-Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr.	Oil BBL	Gas MCF	Water BBL	Gas: Oil Ratio	Well Status	
			→						

**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 (LPC Habitat)**

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 **ninety (90)** days from the approval date of this Notice of Intent to Abandon.

**If you are unable to plug the well by the 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> 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. **Notification:** 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. **Blowout Preventers:** 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. **Mud Requirement:** 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. **Cement Requirement:** 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 lieu 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. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): 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 10<sup>th</sup> day, the BLM is to be contacted with justification to receive an extension for completing the cut off.** Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

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. Trash: 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.

**Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:**

From March 1<sup>st</sup> through June 15<sup>th</sup> annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Carlsbad Field Office  
620 E. Greene St.  
Carlsbad, New Mexico 88220-6292  
[www.blm.gov/nm](http://www.blm.gov/nm)



In Reply Refer To: 1310

### Reclamation Objectives and Procedures

**Reclamation Objective:** Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its pre-disturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, redistribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations must include adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.

4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.
5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos  
Supervisory Petroleum Engineering Tech  
575-234-5909, 575-361-2648 (Cell)

Arthur Arias  
Environmental Protection Specialist  
575-234-6230

Linda Denniston  
Environmental Protection Specialist  
575-234-5974

Henryetta Price  
Environmental Protection Specialist  
575-234-5951

Dara Glass  
Environmental Protection Specialist  
575-234-5924

Shelly Tucker  
Environmental Protection Specialist  
575-234-5979