Form 3160-5 (June 2015)

Final Abandonment Notice

Subsequent Report

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM	4 Al	PPR	ΟV	ED
OMB	No	100	4-01	37
Expires	Janu	Jary	31,	2018

Other

5 Lease Serial No

NMNM91078

Do not use this	form for proposa	EPORTS ON WELLS Is to drill or to re-enter an I (APD) for such proposals.	6 If Indian, Allottee or Tribe Name		
SUBMIT IN	TRIPLICATE - Other in	nstructions on page 2	7 If Unit of CA/Agreement, Name and/or No		
1 Type of Well Oil Well Gas V Name of Operator Chevron U.S.A			8 Well Name and No LENTINI 1 FEDERAL #2 9 API Well No 30-015-27534		
3a. Address 6301 Deauville Blvd. R Midland, TX 79706		3b. Phone No. (include area code) (432) 687-7279	10 Field and Pool or Exploratory Area HERRADURA BEND; DELAWARE		
4 Location of Well (Footage, Sec. T.R.M. or Survey Description) 330' FNL & 1650' FWL, Sec 1, T 23S, R28E		11 Country or Parch. State EDDY CO., NM			
12 CHI	CK THE APPROPRIAT	E BOX(ES) TO INDICATE NATURE OF N	NOTICE REPORT OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION				
✓ Notice of Intent	Acidize Alter Casing	= : =	Production (Start/Resume) Water Shut-Off Reclamation Well Integrity		

Recomplete

Water Disposal

Temporarily Abandon

13 Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof 1f 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 or recompletion 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 detennined that the site is ready for final inspection)

New Construction

✓ Plug and Abandon

Plug Back

- 1. NOTIFY BLM 24 HRS BEFORE OPERATIONS.
- 2. SET CIBP@5175' AND SPOT 30SX THRU TUBING.

- 3. CIRCULATE WELLBORE WITH MLF.

Casing Repair

Change Plans

Convert to Injection

3. CIRCULATE WELLBORE WITH MLF.
4. SPOT 25SX OF CLASS "C" CEMENT FROM 2561'-2361' (B.SALT) WOC+Teg
4. SPOT 65SX OF CLASS "C" CEMENT FROM 567'-SURFACE. (SHOE/T.SALT/FW/SURFACE)

4. SPOT 65SX OF CLASS "C" CEMENT FROM 567'-SURFACE. (SHOE/T.SALT/FW/SURFACE)
5. CLEAN LOCATION, CUT-OFF WELLHEAD, INSTALL DRY HOLE MARKER AND TURNOVER FOR REMEDIATION ARTESIA DISTRICT

ALL FLUIDS WILL BE IN CLOSED SYSTEM

SEE ATTACHED FOR RECEIVED

CONDITIONS OF APPROVAL

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) M. LEE ROARK iroark@chevron.com	PROJECT MANAGE	ER
Signature 4 La. Track	Date	05/25/2017
THE SPACE FOR FED	ERAL OR STATE OF	ICE USE
Approved by W	Title Eng	Date 5/1/7
Conditions of approval, if any, are attached Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject I 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

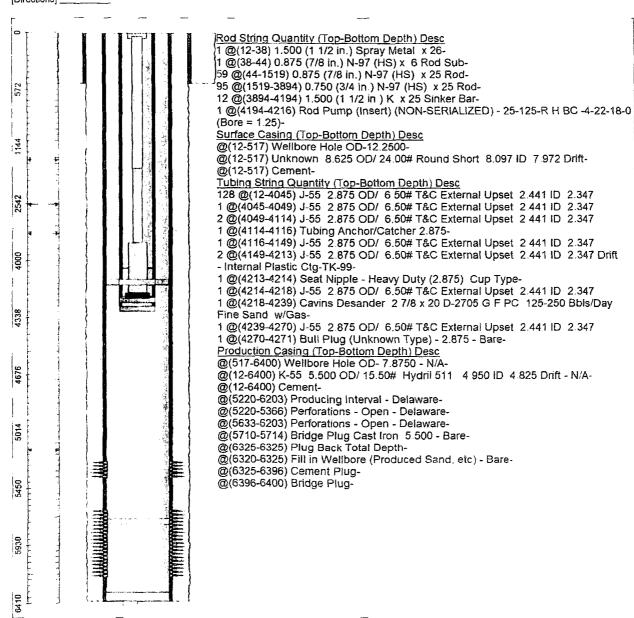
(Instructions on page 2)

CHRRENC

Chevron U.S.A. Inc. Wellbore Diagram: LNT2



[Lease] OCA CARLSBAD FMT [Well No.] LENTINI FEDERAL 2 [Field] EAST HERRADURA BEND [Location] 330FNL1650FWL [Sec.] N/A [Blk] ______ [Survey] N/A [County] Eddy [St.] New Mexico [Refno] OV7885 [API] 3001527534 [Cost Center] UCKF10100 [Section] E028 [Township] 1 [Range] S023 [Current Status] ACTIVE [Dead Man Anchors Test Date] 11/16/2005 [Directions]



WELLBORE DIAGRAM LENTINI 1 FEDERAL #2 PROPOSED

Surface Casing Size:	1
RSUT 201 TOS 493	
BS 6271 Spot 25sx of Class "C" from 2361' to cover B.Salt. Wood	
Sec	Perfs.

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 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. Dry Hole Marker: 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. <u>Subsequent Plugging Reporting:</u> 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.