Form 3160-3 (June 2015)

Carlsbad Field Carlsbad Field Carlsbad Field Carlsbad Field Carlsbad Field Carlsbad No. NMNM120901/069369 6. If Indian, Allotee or Tr

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

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| APPLICATION FOR PERMIT TO I | DRILL OR | REENTER | _16 8 | 6. If Indian, Allotee or T | ribe Name | | | | |
|--|-------------------------------------|---|------------------------------|--|---------------------------|--|--|--|--|
| 1a. Type of work: | REENTER | | - :: | 7. If Unit or CA Agreement, Name and No. | | | | | |
| Ib. Type of Well: | Other | | | 8. Lease Name and Well | No. | | | | |
| 1c. Type of Completion: Hydraulic Fracturing | Single Zone | Multiple Zone | | SND 12 01 FED 002 | | | | | |
| | | _ | | 2H | | | | | |
| | | | | 3229 | 39 | | | | |
| 2. Name of Operator CHEVRON USA INCORPORATED | | 432 | :3 | 9. API Well No. 30-0/5- | 45511 | | | | |
| 3a. Address 6301 Deauville Blvd. Midland TX 79706 | 3b. Phone (432)687- | No. (include area coa 7866 | le) | 10. Field and Pool, or E. Wildow | xploratory Co How Draw BS | | | | |
| 4. Location of Well (Report location clearly and in accordance | with any Stat | te requirements.*) | | 11. Sec., T. R. M. or Blk | and Survey or Area | | | | |
| At surface SESW / 983 FSL / 1665 FWL / LAT 32.22 | 7339 / LONG | 3 -103.734681 | | SEC 12 / T24S / R31E | :/NMP | | | | |
| At proposed prod. zone NWNW / 100 FNL / 1254 FWL | | | 35997 | | | | | | |
| 14. Distance in miles and direction from nearest town or post of 32 miles | | | | 12. County or Parish EDDY | 13. State | | | | |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) | 16. No of | acres in lease | 17. Spaci | cing Unit dedicated to this well | | | | | |
| 18. Distance from proposed location* | 19. Propos | sed Depth | 20. BLM | /BIA Bond No. in file | | | | | |
| to nearest well, drilling, completed, 700 feet applied for, on this lease, ft. | 1 | / 18807 feet | FED: CA | A0329 | | | | | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) | | ximate date work will | start* | 23. Estimated duration | | | | | |
| 3552 feet | 04/01/201 | 18 | | 130 days | | | | | |
| | 24. Atta | achments | | | | | | | |
| The following, completed in accordance with the requirements (as applicable) | of Onshore O | il and Gas Order No. | 1, and the l | Hydraulic Fracturing rule | per 43 CFR 3162.3-3 | | | | |
| Well plat certified by a registered surveyor. A Drilling Plan. | | Item 20 above). | • | ns unless covered by an ex | isting bond on file (see | | | | |
| A Surface Use Plan (if the location is on National Forest Syst SUPO must be filed with the appropriate Forest Service Office.) | | | | rmation and/or plans as ma | y be requested by the | | | | |
| 25. Signature (Electronic Submission) | | ne <i>(Printed/Typed)</i> an K Fuentes / Ph: | (432)687-7 | 7631 Date 11/28/2017 | | | | | |
| Title | | | | | | | | | |
| Permitting Specialist | | | | | | | | | |
| Approved by (Signature) (Electronic Submission) | | ne (Printed/Typed) y Layton / Ph: (575) | 234-5959 | Da | /21/2018 | | | | |
| Title | | Office | | | | | | | |
| Assistant Field Manager Lands & Minerals Application approval does not warrant or certify that the applic | | RLSBAD | those rights | in the cubiect lease which | a would entitle the | | | | |
| application approval does not warrant or certify that the applic applicant to conduct operations thereon. Conditions of approval, if any, are attached. | ant noids lega | i or equitable title to | mose rigins | in the subject lease which | i would circuic the | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, of the United States any false, fictitious or fraudulent statement | , make it a crir ts or represent | me for any person kno ations as to any matte | owingly and or within its | willfully to make to any jurisdiction. | department or agency | | | | |
| NW OIL CONSERVATION | . . | | | ······································ | | | | | |

ARTESIA DISTRICT

NOV 29 2018

RECFIVED (Continued on page 2)



*(Instructions on page 2)

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM I: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the wen, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionany drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record win be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM conects this information to anow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

1. SHL: SESW / 983 FSL / 1665 FWL / TWSP: 24S / RANGE: 31E / SECTION: 12 / LAT: 32.227339 / LONG: -103.734681 (TVD: 0 feet, MD: 0 feet)

PPP: SWSW / 330 FSL / 1254 FWL / TWSP: 24S / RANGE: 31E / SECTION: 12 / LAT: 32.225544 / LONG: -103.73601 (TVD: 9036 feet, MD: 18807 feet)

BHL: NWNW / 100 FNL / 1254 FWL / TWSP: 24S / RANGE: 31E / SECTION: 1 / LAT: 32.253394 / LONG: -103.735997 (TVD: 9036 feet, MD: 18807 feet)

BLM Point of Contact

Name: Sipra Dahal

Title: Legal Instruments Examiner

Phone: 5752345983 Email: sdahal@blm.gov

(Form 3160-3, page 3)

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

(Form 3160-3, page 4)

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:

Chevron USA Incorporated

LEASE NO.:

NMNM120901 069369

WELL NAME & NO.:

2H-SND 12 01 FED 002

SURFACE HOLE FOOTAGE:

983'/S & 1665'/W

BOTTOM HOLE FOOTAGE

100'/N & 1254'/W

LOCATION:

T-24S, R-31E, S12. NMPM

COUNTY:

EDDY, NM

COA

| H2S | ← Yes | € No | |
|----------------------|-----------------|-------------------------------|---------------|
| Potash | ○ None | Secretary | ↑ R-111-P |
| Cave/Karst Potential | € Low | ○ Medium | ∩ High |
| Variance | ○ None | Flex Hose | Other |
| Wellhead | Conventional | • Multibowl | Both |
| Other | ☐ 4 String Area | ☐ Capitan Reef | □ WIPP |

A. Hydrogen Sulfide

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 840 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. Additional cement maybe required. Excess calculates to 15%.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **24 hours in the Potash Area** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Additional cement maybe required. Excess calculates to -2%.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least 500 feet into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - \Mathrel{\text{Chaves}} \text{ Chaves and Roosevelt Counties}

 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.

 During office hours call (575) 627-0272.

 After office hours call (575)
 - ☑ Eddy CountyCall the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log (one log per well pad is acceptable) run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

Page 3 of 6

- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.

Page 4 of 6

- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
 - d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE.

Page 5 of 6

If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.

- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 101918

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:

LEASE NO.:

WELL NAME & NO.:

SURFACE HOLE FOOTAGE:

BOTTOM HOLE FOOTAGE

LOCATION:

COUNTY:

Chevron USA Incorporated

NMNM120901 069369

2H:SND 12 01 FED 002

2H:SND 12 01 FED 002

100'/N & 1665'/W

100'/N & 1254'/W

T-24S, R-31E, S12. NMPM

EDDY, NM

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

| General Provisions |
|---|
| Permit Expiration |
| Archaeology, Paleontology, and Historical Sites |
| ■ Noxious Weeds |
| Special Requirements |
| Lesser Prairie-Chicken Timing Stipulations |
| Below Ground-level Abandoned Well Marker |
| Hydrology |
| Construction |
| Notification |
| Topsoil |
| Closed Loop System |
| Federal Mineral Material Pits |
| Well Pads |
| Roads |
| Road Section Diagram |
| ⊠ Production (Post Drilling) |
| Well Structures & Facilities |
| Pipelines |
| Electric Lines |
| Interim Reclamation |
| Final Abandonment & Declamation |

Page 1 of 21

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

Page 2 of 21

V. SPECIAL REQUIREMENT(S)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

Hydrology

The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems

Page 3 of 21

will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

A leak detection plan will be submitted to the BLM Carlsbad Field Office for approval prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Page 5 of 21

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

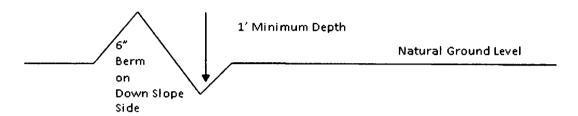
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%}$$
 + 100' = 200' lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil
- 2. Construct road
- 4. Revegetate slopes

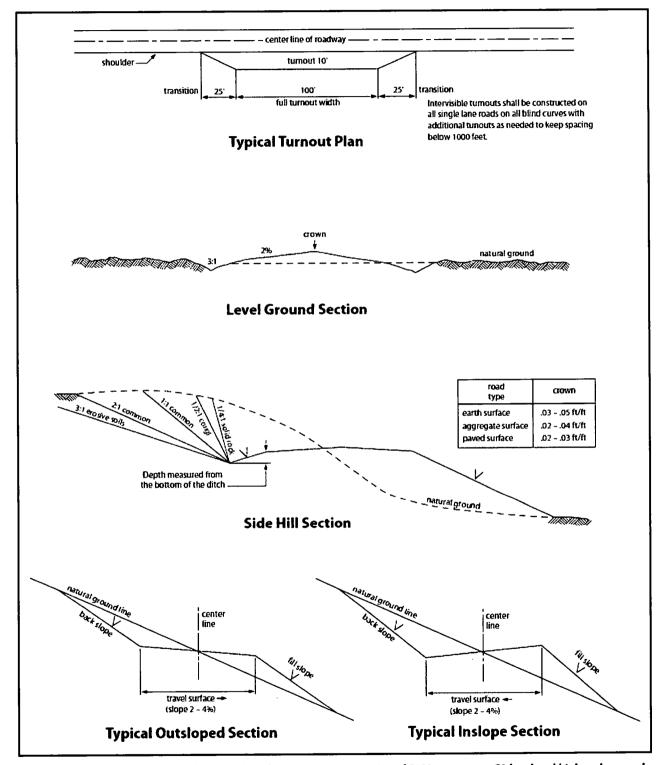


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Page 9 of 21

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Grant and attachments, including stipulations, survey plat(s) and/or map(s), shall be on location during construction. BLM personnel may request to review a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, Holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC § 2601 et seq. (1982) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant (see 40 CFR, Part 702-799 and in particular, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193). Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. Holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. § 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way Holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way Holder on the Right-of-Way. This provision applies without regard to whether a release is caused by Holder, its agent, or unrelated third parties.

Page 10 of 21

- 4. Holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. Holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
 - a. Activities of Holder including, but not limited to: construction, operation, maintenance, and termination of the facility;
 - b. Activities of other parties including, but not limited to:
 - (1) Land clearing
 - (2) Earth-disturbing and earth-moving work
 - (3) Blasting
 - (4) Vandalism and sabotage;
 - c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

- 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of Holder, regardless of fault. Upon failure of Holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he/she deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of Holder. Such action by the Authorized Officer shall not relieve Holder of any responsibility as provided herein.
- 6. All construction and maintenance activity shall be confined to the authorized right-of-way width of <u>20</u> feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline shall be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline shall be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity shall be confined to existing roads or right-of-ways.
- 7. No blading or clearing of any vegetation shall be allowed unless approved in writing by the Authorized Officer.

Page 11 of 21

- 8. Holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline shall be "snaked" around hummocks and dunes rather than suspended across these features.
- 9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.
- 10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made

by the authorized officer after consulting with the holder.

- 16. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, powerline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 17. Surface pipelines shall be less than or equal to 4 inches and a working pressure below 125 psi.
- 18. Special Stipulations:
 - a. Lesser Prairie-Chicken: Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted.

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.)

Page 13 of 21

Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.
- 5. All construction and maintenance activity will be confined to the authorized right-of-way.
- 6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
- 7. The maximum allowable disturbance for construction in this right-of-way will be <u>30</u> feet:
 - Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>20</u> feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)

- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)
- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)
- 8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately ___6__ inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.
- 9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

| () seed mixture 1 | () seed mixture 3 |
|------------------------|-----------------------------|
| () seed mixture 2 | () seed mixture 4 |
| (X) seed mixture 2/LPC | () Aplomado Falcon Mixture |

Page 15 of 21

- 13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2.
- 14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.
- 15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.
- 16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 18. <u>Escape Ramps</u> The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

Page 16 of 21

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the

Page 17 of 21

Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

- 6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.

Page 18 of 21

- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.
- 10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

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

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

VIII. INTERIM RECLAMATION

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.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce

Page 19 of 21

the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Page 20 of 21

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

| Species | <u>lb/acre</u> |
|---------------------|----------------|
| Plains Bristlegrass | 5lbs/A |
| Sand Bluestem | 5lbs/A |
| Little Bluestem | 3lbs/A |
| Big Bluestem | 6lbs/A |
| Plains Coreopsis | 2lbs/A |
| Sand Dropseed | 1lbs/A |
| | |

^{*}Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

| NAME: Dorian K Fuentes | S | Signed on: 11/14/2017 |
|-----------------------------|---------------|-----------------------|
| Title: Permitting Specialis | st | |
| Street Address: 6301 D | eauville Blvd | |
| City: Midland | State: TX | Zip : 79706 |
| Phone: (432)687-7631 | | |
| Email address: djvo@ch | nevron.com | |
| Field Represe | entative | |
| Representative Name |): | |
| Street Address: | | |
| City: | State: | Zip: |
| Phone: | | |
| Email address: | | |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



APD ID: 10400024577 Submission Date: 11/28/2017

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002

Well Name: SND 12 01 FED 002

Well Number: 2H

Well Work Type: Drill

Show Final Text

Section 1 - General

APD ID:

10400024577

Tie to previous NOS?

Submission Date: 11/28/2017

BLM Office: CARLSBAD

Well Type: OIL WELL

User: Dorian K Fuentes

Title: Permitting Specialist

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease Acres:

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? NO

APD Operator: CHEVRON USA INCORPORATED

Operator letter of designation:

Operator Info

Operator Organization Name: CHEVRON USA INCORPORATED

Operator Address: 6301 Deauville Blvd.

Operator PO Box:

Zip: 79706

Operator City: Midland

State: TX

Operator Phone: (432)687-7866

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: SND 12 01 FED 002

Well Number: 2H

Well API Number:

Field/Pool or Exploratory? Exploratory

Field Name: WILDCAT

Pool Name:

Is the proposed well in an area containing other mineral resources? POTASH

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002 Well Number: 2H

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: SND Number: 2H 3H 1H

Well Class: HORIZONTAL 12 01 FED 002

Number of Legs: 1

Well Work Type: Drill
Well Type: OIL WELL
Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 32 Miles Distance to nea

Distance to nearest well: 700 FT Distance to lease line: 330 FT

Reservoir well spacing assigned acres Measurement: 640 Acres

Well plat: SND_12_01_FED_002_2H_C_102_20171114064445.pdf

Well work start Date: 04/01/2018 Duration: 130 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | QW | DVT |
|-----------|---------|--------------|---------|--------------|------|-------|---------|-------------------|----------|----------------|--------|-------------|------------|------------|----------------|-----------|-----|-----|
| SHL | 983 | FSL | 166 | FWL | 24S | 31E | 12 | Aliquot | 32.22733 | - 103.7346 | EDD | NEW MEXI | NEW | F | NMNM 120901 | 355 2 | 0 | 0 |
| Leg #1 | | | 5 | | | | | SESW | 9 | 81 | ī | | CO | | 120901 | _ | | |
| KOP | 983 | FSL | 166 | FWL | 24S | 31E | 12 | Aliquot | 32.22733 | | EDD | 1 | ' ' - ' ' | F | l | 355 | 0 | 0 |
| Leg #1 | | | 5 | | | | | SESW | 9 | 103.7346 81 | Υ | MEXI CO | CO | | 120901 | 2 | | |
| PPP | 330 | FSL | 125 | FWL | 24S | 31E | 12 | Aliquot | 32.22554 | - | EDD | NEW | NEW | F | NMNM | - | 188 | 903 |
| Leg #1 | | | 4 | | | | | sws w | 4 | 103.7360 1 | Υ | MEXI CO | MEXI CO | | 120901 | 548 4 | 07 | 6 |



U.S. Department of the Interior **BUREAU OF LAND MANAGEMENT**



APD ID: 10400024577

Submission Date: 11/28/2017

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002

Well Number: 2H

Show Final Text

Highlighted data eflects the most

recent changes

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

| Formation | | | True Vertical | Measured | | · | Producing |
|-----------|----------------|-----------|---------------|----------|--------------------------------|-------------------------------------|-----------|
| ID | Formation Name | Elevation | Depth | Depth | Lithologies | Mineral Resources | Formation |
| 1 | RUSTLER | 3587 | 766 | 766 | LIMESTONE,ANHYDRIT E | NONE | No |
| 2 | CASTILE | 597 | 2990 | 2990 | LIMESTONE,ANHYDRIT E,GYPSUM | NONE | No |
| 3 | LAMAR | -988 | 4575 | 4575 | LIMESTONE | NONE | No |
| 4 | BELL CANYON | -1039 | 4626 | 4626 | SANDSTONE | NONE | No |
| 5 | CHERRY CANYON | -1893 | 5480 | 5480 | SANDSTONE | NONE | No |
| 6 | BRUSHY CANYON | -3173 | 6760 | 6760 | SANDSTONE | NONE | No |
| 7 | AVALON SAND | -4856 | 8443 | 8443 | SANDSTONE | USEABLE WATER,NATURAL GAS,OIL | Yes |

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 9036

Equipment: Chevron will have a minimum of a 5,000 psi rig stack (see proposed schematic) for drill out below surface casing. Batch drilling of the surface, intermediate, and production will take place.

Requesting Variance? YES

Variance request: Chevron requests a variance to use a FMC Technologies UH-S Multibowl wellhead, which will be run through the rig floor on surface casing. BOPE will be nippled up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. The field report from FMC Technologies and BOP test information will be provided in a subsequent report at the end of the well. Please see the attached wellhead schematic. An installation manual has been placed on file with the BLM Office and remains unchanged from previous submittal. Another variance is requested to use a co-flex line between the BOP and choke manifold.

Testing Procedure: Test BOP from 250 psi to 5000 psi in Ram and 250 psi to 3500 psi in annular. BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. Batch drilling of the surface, intermediate, and production will take place. A full BOP test will be performed unless approval from BLM is received otherwise. Flex choke hose will be used for all wells on the pad (see attached specs). BOP test will be conducted by a third party.

Choke Diagram Attachment:

SND_12_01_FED_002_2H_5M_Choke_20171128103239.pdf

BOP Diagram Attachment:

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002

Well Number: 2H

SND_12_01_FED_002_2H_5M_Choke_20171128103239.pdf

 $SND_12_01_FED_002_2H_5M_BOP_20171128103257.pdf$

Section 3 - Casing

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-----------|--------|--------------------|-------------|----------|---------------|----------|--------------|---------|
| 1 | SURFACE | 17.5 | 13.375 | NEW | API | N | 0 | 800 | 0 | 800 | 0 | 800 | 800 | J-55 | 54.6 | STC | 1.8 | 3.12 | DRY | 2.26 | DRY | 3.17 |
| | INTERMED IATE | 12.2 5 | 9.625 | NEW | API | N | 0 | 4500 | 0 | 4500 | 0 | | 4500 | L-80 | 40 | LTC | 1.23 | 1.28 | DRY | 1.5 | DRY | 1.6 |
| | PRODUCTI ON | 8.5 | 5.5 | NEW | API | N | 0 | 8500 | 0 | 8500 | | | 8500 | P- 110 | | OTHER - TXP BTC | 1.15 | 1.39 | DRY | 1.38 | DRY | 2.19 |
| | PRODUCTI ON | 8.5 | 5.5 | NEW | API | N | 0 | 18807 | 0 | 18807 | | | 18807 | P- 110 | | OTHER - TXP BTC | 1.15 | 1.39 | DRY | 1.38 | DRY | 2.19 |

Casing Attachments

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

SND_12_01_Fed_002_2H_9pt_plan_20171128103716.pdf

Well Name: SND 12 01 FED 002 Well Number: 2H

| Casing | Attac | hme | ents |
|--------|-------|-----|------|
|--------|-------|-----|------|

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

SND_12_01_FED_003_3H_P110_ICY_TXP_BTC_20171128104108.pdf

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

SND_12_01_FED_003_3H_P110_ICY_TXP_BTC_20171128104158.pdf

Casing Design Assumptions and Worksheet(s):

SND 12 01 FED 003 3H P110 ICY TXP BTC 20171128104330.pdf

Casing ID: 4

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

SND_12_01_FED_003_3H_P110_ICY_TXP_BTC_20171128105722.pdf

Section 4 - Cement

Well Name: SND 12 01 FED 002 Well Number: 2H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|-------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|-----------|
| SURFACE | Lead | | 0 | 800 | 547 | 1.33 | 14.8 | 129 | 10 | С | С |

| INTERMEDIATE | Lead | 0 | 3500 | 503 | 2.43 | 11.9 | 230 | 10 | 50/50 Poz Class C | 50:50 Poz: Class C + Extender, Antifoam, Salt |
|--------------|------|-----|--------|-----|------|------|-----|----|----------------------|--|
| INTERMEDIATE | Tail | 350 | 0 4500 | 259 | 1.33 | 14.8 | 61 | 10 | CLASS C | Class C + Retarder |
| PRODUCTION | Lead | 350 | 0 8500 | 477 | 2.66 | 11.5 | 225 | 10 | CLASS C | Class C + Extender, Antifoam, Dispersant, Fluid Loss |

| PRODUCTION | Lead | 8500 | 1780 7 | 1704 | 1.38 | 13.2 | 418 | 10 | Class C | Class C |
|------------|------|-----------|-----------|------|------|------|-----|----|---------|------------------|
| PRODUCTION | Tail | 1780 7 | 1880 7 | 118 | 2.18 | 15 | 46 | 10 | Class H | Acid Sol Class H |

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: A closed system will by utilized consisting of above ground steel tanks. All wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. Sanitary wastes will be contained in a chemical portatoilet and then hauled to an approved sanitary landfill. All fluids and cuttings will be disposed of in accordance with NMOCD regulations.

Describe the mud monitoring system utilized: A mud test shall be performed every 24 hours after mudding up to determine, as applicable, density, viscosity, gel strength, filtration, and pH. Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated -- a pit volume totalizer (PVT), stroke counter, and flow sensor will be used to detect volume changes indicating loss or gain of circulating fluid volume. A weighting agent and lost circulating material (LCM) will be onsite to mitigate pressure or lost circulation as hole conditions dictate - in compliance with Onshore Order #2.

Circulating Medium Table

Well Name: SND 12 01 FED 002

Well Number: 2H

| Top Depth | Bottom Depth | Mud Type | Min Weight (Ibs/gal) | Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | ЬН | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|--|
| 800 | 4500 | OTHER : Brine | 9 | 10.1 | | | | | | | |
| 4500 | 1880 7 | OIL-BASED MUD | 8.3 | 9.5 | | | | | | | To control pressure we are using 10.1 and may end up using heavier mud weight to 13.0 ppg. |
| 0 | 800 | SPUD MUD | 8.3 | 8.9 | | | | | | | |

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Drill Stem Tests are not planned
The logging program will be as follows:
Mudlogs 2 man mudlog INT CSG to TD Drill out of INT CSG
LWD MWD Gamma INT. & PROD. HOLE While Drilling
List of open and cased hole logs run in the well:

GR,MWD,MUDLOG

Coring operation description for the well:

Drill stem tests are not planned; a direction survey will be run - will send log(s) when run.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4464

Anticipated Surface Pressure: 2476.08

Anticipated Bottom Hole Temperature(F): 150

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

SND_12_01_Fed_002_2H_H2S_Summary_20171128110516.pdf

Well Name: SND 12 01 FED 002 Well Number: 2H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

SND_12_01_Fed_002_2H_rig_layout_20171128110610.pdf SND_12_01_FED_002_2H_DIRECTIONAL_PLAN_20171128110609.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

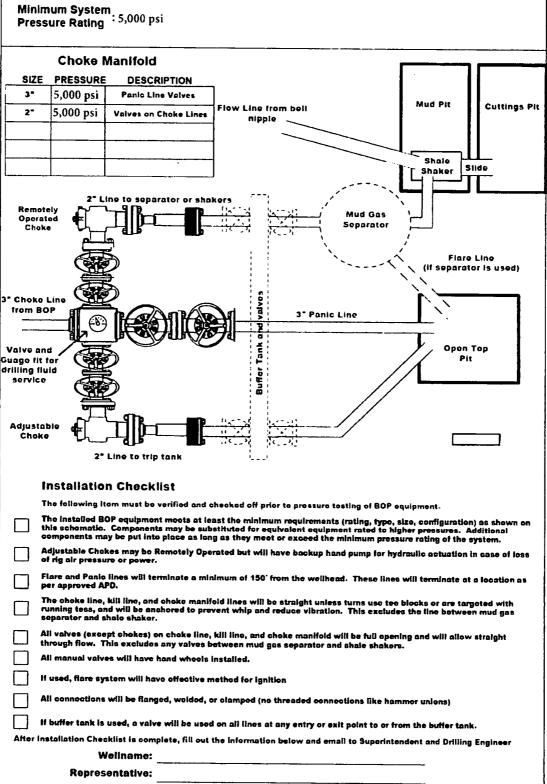
Other Variance attachment:

CHOKE MANIFOLD SCHEMATIC

Minimum Requirements

OPERATION: Intermediate Hole Section

Date:



BLOWOUT PREVENTOR SCHEMATIC

Minimum Requirements

OPERATION: Intermediate Hole Section

Minimum System

| - | SIZE | | | ¬ |
|-------------|--|---|--|--|
| <u>A</u> | | N/A | Bell Nipple | |
| 3 | 13 5.8 | 3,000 psi | Annular | · |
| <u>-</u> | | 5,000 psi | Pipe Ram | Flowline to Shaker |
| <u> </u> | 13 5/8 | 21000 1131 | Blind Ram | Fill Up Lino |
| E | 13 5/8" | 5,000 psi | Mud Cross | 4 1 |
| F | <u> </u> | | | |
| _ | DSA | As require | d for each hole size | - |
| _ | C-Sec | ļ | | |
| _ | B-Sec | | * 5K x 11* 5K | |
| | A-Sec | 13-3/8" 9 | OW x 13-5/8" 5K | |
| | | Kill L | -ine | To the second se |
| | SIZE P | RESSURE | DESCRIPTION | |
| _ | 2- | 5,000 psi | Gate Valve | |
| | 2- | 5,000 psi | Gate Valve | |
| _ | 2" | 5,000 psi | Check Valve | |
| | | | | |
| _ | | | | Kill Line- 2" minimum Choke Line to Choke Manifold |
| | | Choke | line D. | minimum minimum |
| S | IZE P | RESSURE | DESCRIPTION | |
| | | ,000 psi | Gate Valve | |
| 3 | | ,000 psi | HCR Valve | HCR Valve |
| | - + - | · · · · · · · · · · · · · · · · · · · | | 1) [4-47] |
| _ | | 1 | | 1/ 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 |
| | | | | |
| _ | | | | |
| | | | | |
| | In | stallation | n Checklist | |
| | | | | |
| | Th | a following it | em must be verified an | d cheaked off prior to pressure testing of BOP equipment. |
| | Tho Tho | e following it installed BO schematic. | em must be verified and P equipment meets at i | d checked off prior to pressure testing of BOP equipment. cast the minimum requirements (rating, type, size, configuration) as shown a balluted for equipment rated to higher pressures. Additional |
| | Tho Tho | e following it installed BO schematic. | em must be verified and P equipment meets at i | d cheaked off prior to pressure testing of BOP equipment. |
| | The This con | o following it Installed BO schematic. sponents may | tem must be verified an P equipment meets at i Components may be su y be put into place as le | d checked off prior to pressure testing of BOP equipment. cast the minimum requirements (rating, type, size, configuration) as shown of builtured for equipment rated to higher pressures. Additional |
| | The this con | o following it installed BO schematic. spenents may | em must be verified an P equipment meets at i Components may be su y be put into place as le kill line and choke line | d checked off prior to pressure testing of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown o ibstituted for equivalent equipment rated to higher pressures. Additional ing as they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. |
| | The this con | o following it installed BO schematic. spenents may | em must be verified an P equipment meets at i Components may be su y be put into place as le kill line and choke line | d checked off prior to pressure testing of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown o ibstituted for equivalent equipment rated to higher pressures. Additional ing as they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blooks or are targeted with running tess, |
| | The this con | o following it installed BO schematic. spenents may valves on the kill line and will be anch | em must be verified an P equipment meets at I Components may be sure by be put into place as let kill line and choke line choke line will be straightful pared to prevent whip ar seels) or automatic lock | d checked off prior to pressure tosting of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown o builtuted for equivalent equipment rated to higher pressures. Additional ing as they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, id reduce vibration. |
| | The this con All the and Markinst | installed BO schematic. spenents may raives on the kill line and will be anch sual (hand wi | em must be verified an P equipment meets at i Components may be sure by be put into place as let kill line and choke line choke line will be straighted to prevent whip are teels) or automatic locknamusi valves on the channes of the | d checked off prior to pressure testing of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown of a state of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, and reduce vibration. ting devices will be installed on all ram preventers. Hand whoels will also be oke line and kill line. |
| | The this con All The and Marinet A ve | o following it installed BO schematic. spenents may raives on the kill line and will be anch aual (hand wit alled on all n | em must be verified an P equipment meets at i Components may be sure by be put into place as let kill line and choke line choke line will be straighted to prevent whip are teels) or automatic locknamusi valves on the channes of the | d checked off prior to pressure testing of BOP equipment. cast the minimum requirements (rating, type, size, configuration) as shown e ibstituted for equivalent equipment rated to higher pressures. Additional ing as they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, at reduce vibration. Ling devices will be installed on all ram preventers. Hand whoels will also be oke line and kill line. |
| | The this con All The and Man inst | installed BO schematic. spenents may raives on the kill line and will be anch used (hand wi alled on all nalve will be in a valve will re- | em must be verified an P equipment meets at i Components may be sure by be put into place as let kill line and choke line choke line will be straighted in prevent whip are teels) or automatic locknamusi valves on the chantalied in the closing it main open unless accounts. | d checked off prior to pressure testing of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown of abstituted for equivalent equipment rated to higher pressures. Additionaling as they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, and reduce vibration. ting devices will be installed on all ram preventers. Hand wheels will also be oke line and kill line. no as close as possible to the annular preventer to act as a locking device, mulator is inoparative. |
| | The this con All The and Inst | installed BO schematic. spenents may raives on the kill line and will be anch used (hand wi alled on all nalve will be in a valve will re- | em must be verified an P equipment meets at i Components may be sure by be put into place as let it into place and it into pla | d checked off prior to pressure testing of BOP equipment. cast the minimum requirements (rating, type, size, configuration) as shown e ibstituted for equivalent equipment rated to higher pressures. Additional ring as they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, and reduce vibration. Ling devices will be installed on all ram preventers. Hand whocis will also be oke line and kill line. |
| | The this con All The and Inst | o following it installed BC schematic. spenents may raives on the kill line and will be anch sual (hand wi alled on all malve will be in a valve will re- er kelly oock | em must be verified an P equipment meets at i Components may be sure by be put into place as let it into place and it into pla | d checked off prior to pressure testing of BOP equipment. ceast the minimum requirements (rating, type, size, configuration) as shown of the state of the state of the system. In a state of the system. Will be full opening and will allow straight though flow. In the system of the system of the system. In the system of the system of the system of the system. In the system of the system of the system of the system of the system. In the system of the system |
| \frac{1}{2} | The this con All the All this and Inst | installed BO schematic. spenents may valves on the kill line and will be anch alled on all nalve will be in a valve will rever kelly cook nections in u | em must be verified an P equipment meets at i Components may be sure by be put into place as let kill line and choke line will be straighted in the choke line will be straighted in the choke into an automatic lock annual valves on the chantalied in the closing libratin open unless accounts alove with handle will see. | d checked off prior to pressure testing of BOP equipment. ceast the minimum requirements (rating, type, size, configuration) as shown of the state of the state of the system. In a state of the system. Will be full opening and will allow straight though flow. In the system of the system of the system. In the system of the system of the system of the system. In the system of the system of the system of the system of the system. In the system of the system |
| \ \fe | The this con All the All this and Inst | installed BO schematic. spenents may raives on the kill line and will be anchual (hand wi alled on all malve will be in valve will refer kelly cook nections in until lation Check | tem must be verified an P equipment meets at it Components may be sure by be put into place as let will line and choke line will be straighted in the choke line will be straighted in the choke in the channel valves on the channel valves on the channel valves account valve with handle will see. | d checked off prior to pressure tosting of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown of batiluted for equivalent equipment rated to higher pressures. Additional angles they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, and reduce vibration. Ling devices will be installed on all ram preventers. Hand whocis will also be oke line and kill line. ne as close as possible to the annular preventer to act as a locking device, mulator is inoperative. be available on rig floor along with safety valve and subs to fit all drill string the information below and email to Superintendent and Orilling Engineer |
| if: | The this con All the All this and Inst | installed BO schematic. spenents may raives on the kill line and will be anchual (hand wi alled on all malve will be in valve will refer kelly cook nections in until lation Check | em must be verified an P equipment meets at it Components may be sure by be put into place as let it it in and choke line will be straighted in the closing it is a country with handle will see. | d checked off prior to pressure testing of 80P equipment. cast the minimum requirements (rating, type, size, configuration) as shown established for equivalent equipment rated to higher pressures. Additional angles they meet or exceed the minimum pressure rating of the system. will be full opening and will allow straight though flow. ght unless turns use tee blocks or are targeted with running tess, and reduce vibration. Ling devices will be installed on all ram preventers. Hand whocis will also be oke line and kill line. ne as close as possible to the annular preventer to act as a locking device, invulator is inoperative. be available on rig floor along with safety valve and subs to fit all drill string |

January 18 2016



Size: 5.500 in. **Wall**: 0.361 in.

Weight: 20.00 lbs/ft

Grade: P110-ICY

Min. Wall Thickness: 87.5 %

Connection: TenarisXP® BTC

Casing/Tubing: CAS

Coupling Option: REGULAR

| | | PIPE BODY | DATA | <u> </u> | |
|---|-----------------------|---------------------------------|---------------------------------------|--|--------------------|
| | | GEOMET | RY | | |
| Nominal OD | 5.500 in. | Nominal Weight | 20.00 lbs/ft | Standard Drift Diameter | 4.653 in. |
| Nominal ID | 4.778 in. | Wall Thickness | 0.361 in. | Special Drift Diameter | N/A |
| Plain End Weight | 19.83 lbs/ft | | | | |
| | | PERFORM | ANCE | | |
| Body Yield Strength | 729 x 1000 lbs | Internal Yield | 14360 psi | SMYS | 125000 psi |
| Collapse | 12100 psi | | | | |
| - | | | · · · · · · · · · · · · · · · · · · · | | |
| | TER | NARISXP® BTC CO | NNECTION D | ATA | |
| | | GEOMET | RY | • | |
| Connection OD | 6.100 in. | Coupling Length | 9.450 in. | Connection ID | 4.766 in. |
| Critical Section Area | 5.828 sq. in. | Threads per in. | 5.00 | Make-Up Loss | 4.204 in. |
| | | PERFORM | ANCE | | |
| Tension Efficiency | 100 % | Joint Yield Strength | 729 x 1000 | Internal Pressure Capacity $(\underline{1})$ | 14360 psi |
| Structural Compression Efficiency | 100 % | Structural Compression Strength | 729 x 1000 lbs | Structural Bending ⁽²⁾ | 104 °/100 f |
| External Pressure Capacity | 12100 psi | | | | |
| | E | STIMATED MAKE-U | IP TORQUES ⁽ | 3) | |
| Minimum | 11540 ft-lbs | Optimum | 12820 ft-lbs | Maximum | 14100 ft-lb |
| | | OPERATIONAL LIN | MIT TORQUES | <u> </u> | |
| Operating Torque | 22700 ft-lbs | Yield Torque | 25250 ft-lbs | | |
| | | BLANKING DIN | IENSIONS | | |
| | | Blanking Dim | nensions | | |

- (1) Internal Pressure pacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 2007.
- (2) Structural rating, pure bending to yield (i.e no other loads applied)
- (3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed. For additional information, please contact us at contact-tenarishydril@tenaris.com

January 18 2016



Size: 5.500 in. Wall: 0.361 in.

Weight: 20.00 lbs/ft

Grade: P110-ICY

%

| le | d | 5 |
|----|---|---|
| | | |

Connection: TenarisXP® BTC

| Tubing: Carrier Carrier (Carrier Carrier Carri | | | Min. | Gra Wall Thick | nde: P110 ness: 87 |
|--|-----------------------|---------------------------------------|--------------------------|---|-----------------------|
| | | PIPE BODY | / DATA | | |
| | | GEOME | TRY | · | |
| Nominal OD | 5.500 in. | Nominal Weight | 20.00 lbs/ft | Standard Drift Diameter | 4.653 in. |
| Nominal ID | 4.778 in. | Wall Thickness | 0.361 in. | Special Drift Diameter | N/A |
| Plain End Weight | 19.83 lbs/ft | | | | |
| | | PERFORM | ANCE | _ | |
| Body Yield Strength | 729 x 1000 lbs | Internal Yield | 14360 psi | SMYS | 125000 psi |
| Collapse | 12100 psi | | | | |
| Critical Section Area | 5.828 sq. in. | Coupling Length Threads per in. | 5.00 | Make-Up Loss | 4.204 in. |
| | | PERFORM | ANCE | <u> </u> | · |
| Tension Efficiency | 100 % | Joint Yield Strength | 729 x 1000 | Internal Pressure Capacity ⁽¹⁾ | 14360 psi |
| Structural Compression Efficiency | 100 % | Structural Compression Strength | 729 x 1000 lbs | Structural Bending ⁽²⁾ | 104 °/100 f |
| External Pressure Capacity | 12100 psi | | | | |
| | E | STIMATED MAKE-U | IP TORQUES | 3) | |
| Minimum | 11540 ft-lbs | Optimum | 12820 ft-lbs | Maximum | 14100 ft-lb |
| | | OPERATIONAL LI | MIT TORQUES | | |
| Operating Torque | 22700 ft-lbs | Yield Torque | 25250 ft-lbs | | |
| | | BLANKING DI | MENSIONS | | |

Blanking Dimensions

- (1) Internal Pressure pacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 2007.
- (2) Structural rating, pure bending to yield (i.e no other loads applied)
- (3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed. For additional information, please contact us at contact-tenarishydril@tenaris.com

CONFIDENTIAL - ...GHT HOLE
DRILLING PLAN
PAGE: 1

1. FORMATION TOPS

The estimated tops of important geologic markers are as follows:

| SUB-SEA TVD | KBTVD | MD |
|-------------|--------|--|
| | 766 | |
| | 2,990 | |
| | 4,575 | |
| | 4,626 | |
| | 5,480 | |
| | 6,760 | |
| | 8,443 | |
| | 9,036 | 18,807 |
| | 9,380 | |
| | 10,032 | |
| | 11,330 | |
| | 11,769 | |
| | 12,545 | |
| | | 2,990 4,575 4,626 5,480 6,760 8,443 9,036 9,380 10,032 11,330 11,769 |

2. ESTIMATED DEPTH OF WATER, OIL, GAS & OTHER MINERAL BEARING FORMATIONS

The estimated depths at which the top and bottom of the anticipated water, oil, gas, or other mineral bearing formations are expected to be encountered are as follows:

| Substance | Formation | Depth |
|------------|-----------------------------|--------|
| Deepest Ex | spected Base of Fresh Water | 400 |
| Water | Castile | 2,990 |
| Water | Cherry Canyon | 5,480 |
| Oil/Gas | Brushy Canyon | 6,760 |
| Oil/Gas | Avalon | 8,443 |
| Oil/Gas | First Bone Spring | 9,380 |
| Oil/Gas | Second Bone Spring | 10,032 |
| Oil/Gas | Third Bone Spring | 11,330 |
| Oil/Gas | Wolfcamp A | 11,769 |
| Oil/Gas | Wolfcamp B | 12,545 |

All shows of fresh water and minerals will be reported and protected.

3. **BOP EQUIPMENT**

Chevron will have a minimum of a 5,000 psi rig stack (see proposed schematic) for drill out below surface casing. Batch drilling of the surface, intermediate, and production will take place. A full BOP test will be performed unless approval from BLM is received otherwise. Flex choke hose will be used for all wells on the pad (see attached specs). BOP test will be conducted by a third party. Chevron requests a variance to use a FMC Technologies UH-S Multibowl wellhead, which will be run through the rig floor on surface casing. BOPE will be nippled up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. The field report from FMC Technologies and BOP test information will be provided in a subsequent report at the end of the well. Please see the attached wellhead schematic. An installation manual has been placed on file with the BLM office and remains unchanged from previous submittal.

ONSHORE ORDER NO. 1 Chevron SND 12 01 Fed 002 2H Eddy County, NM CONFIDENTIAL -- TIGHT HOLE DRILLING PLAN PAGE: 2

4. CASING PROGRAM

a. The proposed casing program will be as follows:

| Purpose | From | To | Hole Size | Csg Size | Weight | Grade | Thread | Condition |
|--------------|------|---------|-----------|----------|--------|-----------|---------|-----------|
| Surface | 0' | 800' | 17-1/2" | 13-3/8" | 54.5# | J-55 | STC | New |
| Intermediate | 0' | 4,500' | 12-1/4" | 9-5/8" | 40.0 # | L-80 | LTC | New |
| Production | 0' | 18,807' | 8-1/2" | 5-1/2" | 20.0 # | P-110 ICY | TXP BTC | New _ |

- b. Casing design subject to revision based on geologic conditions encountered.
- C. ***A "Worst Case" casing design for wells in a particular area is used below to calculate the Casing Safety Factors. If for any reason the casing design for a particular well requires setting casing deeper than the following "worst case" design, then the Casing Safety Factors will be recalculated & sent to the BLM prior to drilling.
- d. Chevron will fill casing at a minimum of every 20 jts (840') while running for intermediate and production casing in order to maintain collapse SF.

SF Calculations based on the following "Worst Case" casing design:

| Casing String | Min SF Burst | Min SF Collapse | Min SF Tension | Min SF Tri-Axial |
|---------------|--------------|-----------------|----------------|------------------|
| Surface | 1.80 | 3.12 | 3.17 | 2.26 |
| Intermediate | 1.23 | 1.28 | 1.60 | 1.50 |
| Production | 1.15 | 1.39 | 2.19 | 1.38 |

The following worst case load cases were considered for calculation of the above Min. Safety Factors:

| Burst Design | | Surf | Int | Prod |
|------------------------|---|------|-----|------|
| Pressure Test- Surface | ce, Int, Prod Csg | Х | × | × |
| P external: | Mud weight above TOC, PP below | 1 | | |
| | Test psi + next section heaviest mud in csg | | | |
| Displace to Gas- Surf | Csg | X | | |
| P external: | Mud weight above TOC, PP below | l. | | |
| P internal: | Dry Gas from Next Csg Point | | | |
| Gas over mud (60/40 |) - Int Csg/Liner | T | × | |
| P external: | Mud weight above TOC, PP below | | | |
| P internal: | 60% gas over 40% mud from Pilot hole TD Pf | Ρ | | |
| Stimulation (Frac) Pre | essures- Prod Csg | | | X |
| P external: | Mud weight above TOC, PP below | ł | | |
| P internal: | Max inj pressure w/ heaviest injected fluid | | | |
| Tubing leak- Prod Cs | g (packer at KOP) | | | X |
| P external: | Mud weight above TOC, PP below | | | |
| P internal: | Leak just below surf, 8.45 ppg packer fluid | | | |
| Collapse Design | | | | |
| Full Evacuation | | X | × | X |
| P external: | Mud weight gradient | | | |
| P internal: | none | | | |
| Cementing- Surf, Int, | Prod Csg | X | X | X |
| P external: | Wet cement | | | İ |
| P internal: | displacement fluid - water | | | |
| Tension Design | | | | |
| 100k ib overpuli | | X | X | X |

ONSHORE ORDER NO. 1 Chevron SND 12 01 Fed 002 2H Eddy County, NM CONFIDENTIAL -- (IGHT HOLE DRILLING PLAN PAGE: 3

5. **CEMENTING PROGRAM**

| Slurry | Туре | Тор | Bottom | Weight | Yield | %Excess | Sacks | Water | Volume |
|------------------|--------------------|---------|---------|--------|------------|-----------|-------|--------|--------|
| <u>Surface</u> | | | | (ppg) | (cu ft/sk) | Open Hole | | gal/sk | bbls |
| Tail | Class C | 0' | 800' | 14.8 | 1.33 | 10 | 547 | 6.37 | 129 |
| Intermediate Csq | | | | | | | | | |
| Lead | 50:50 Poz: Class C | 0' | 3,500' | 11.9 | 2.43 | 10 | 503 | 13.65 | 230 |
| Tail | Class C | 3,500' | 4,500' | 14.8 | 1.33 | 10 | 259 | 6.37 | 61 |
| Production | | | | | | • | | | |
| Lead 1 | Class C | 3,500' | 8,500' | 11.5 | 2.66 | 10 | 477 | 15.51 | 225 |
| Lead 2 | Class C | 8,500' | 17,807' | 13.2 | 1.38 | 10 | 1704 | 6.85 | 418 |
| Tail | Acid Sol Class H | 17,807' | 18,807' | 15 | 2.18 | 10 | 118 | 9.56 | 46 |

- 1. Final cement volumes will be determined by caliper.
- 2. Surface casing shall have at least one centralizer installed on each of the bottom three joints starting with the shoe joint.
- 3. Production casing will have one horizontal type centralizer on every joint for the first 1000' from TD, then every other joint to EOB, and then every third joint to KOP. Bowspring type centralizers will be run from KOP to intermediate casing. No centrilizers will be run on the 5.5" csg inside the liner.
- 4. Intermediate casing cement job will be a 2 stage job with DV tool set at the base of Lamar.

ONSHORE ORDER NO. 1 Chevron SND 12 01 Fed 002 2H Eddy County, NM CONFIDENTIAL -- TIGHT HOLE DRILLING PLAN PAGE: 4

6. MUD PROGRAM

| From | To | Туре | Weight | Viscosity | Filtrate |
|--------|---------|----------|------------|-----------|----------|
| 0' | 800' | Spud Mud | 8.3 - 8.9 | 28-30 | N/C |
| 800' | 4,500' | Brine | 9.0 - 10.1 | 28-31 | N/C |
| 4,500' | 18,807' | OBM | 8.3 - 9.5 | 10-15 | 15-25 |

A closed system will be utilized consisting of above ground steel tanks. All wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. Sanitary wastes will be contained in a chemical porta-toilet and then hauled to an approved sanitary landfill.

All fluids and cuttings will be disposed of in accordance with New Mexico Oil Conservation Division rules and regulations.

A mud test shall be performed every 24 hours after mudding up to determine, as applicable: density, viscosity, gel strength, filtration, and pH.

Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated — a pit volume totalizer (PVT), stroke counter, and flow sensor will be used to detect volume changes indicating loss or gain of circulating fluid volume.

A weighting agent and lost circulating material (LCM) will be onsite to mitigate pressure or lost circulation as hole conditions dictate.

7. TESTING, LOGGING, AND CORING

The anticipated type and amount of testing, logging, and coring are as follows:

- a. Drill stem tests are not planned.
- b. The logging program will be as follows:

| TYPE | Logs | Interval | Timing |
|---------|--------------|---------------------|---------------------|
| Mudlogs | 2 man mudlog | Int Csg to TD | Drillout of Int Csg |
| LWD | MWD Gamma | Int. and Prod. Hole | While Drilling |

- c. Conventional whole core samples are not planned.
- d. A Directional Survey will be run.

8. ABNORMAL PRESSURES AND HYDROGEN SULFIDE

a. No abnormal pressure or temperatures are expected. Estimated BHP is:

4,464 psi

b. Hydrogen sulfide gas is not anticipated. An H2S Contingency plan is attached with this APD in the event that H2S is encountered

January 18 2016



Size: 5.500 in. **Wall**: 0.361 in.

Weight: 20.00 lbs/ft

Grade: P110-ICY

Min. Wall Thickness: 87.5 %

Connection: TenarisXP® BTC

Casing/Tubing: CAS

Coupling Option: REGULAR

| | | PIPE BODY | | | |
|--------------------------|-----------------------|----------------------|---------------------|---|--------------------|
| | | GEOMET | KA | | |
| Nominal OD | 5.500 in. | Nominal Weight | 20.00 lbs/ft | Standard Drift Diameter | 4.653 in. |
| Nominal ID | 4.778 in. | Wall Thickness | 0.361 in. | Special Drift Diameter | N/A |
| Plain End Weight | 19.83 lbs/ft | | | | |
| | | PERFORM | ANCE | | |
| Body Yield Strength | 729 × 1000 lbs | Internal Yield | 14360 psi | SMYS | 125000 psi |
| Collapse | 12100 psi | | | | |
| | | | | | |
| | TE | NARISXP® BTC CO | | ATA | |
| | | GEOMET | | 1 | |
| Connection OD | 6.100 in. | Coupling Length | 9.450 in. | Connection ID | 4.766 in. |
| Critical Section Area | 5.828 sq. in. | Threads per in. | 5.00 | Make-Up Loss | 4.204 in. |
| | | PERFORM | ANCE | • | |
| Tension Efficiency | 100 % | Joint Yield Strength | 729 x 1000 | Internal Pressure Capacity ⁽¹⁾ | 14360 psi |
| Structural | | Structural | | Characterist | |
| Compression | 100 % | Compression | 729 x 1000 | Structural (2) | 104 °/100 f |
| Efficiency | | Strength | Ibs | Bending ^(<u>2</u>) | |
| External Pressure | | | | | |
| Capacity | 12100 psi | | | | |
| | E | STIMATED MAKE-U | P TORQUES | 3) | |
| Minimum | 11540 ft-lbs | Optimum | 12820 ft-lbs | Maximum | 14100 ft-lb |
| | | OPERATIONAL LIN | IT TORQUES | 3 | |
| Operating Torque | 22700 ft-lbs | Yield Torque | 25250 ft-lbs | | |
| | | BLANKING DIN | IENSIONS | • | |
| | | Blanking Dim | nensions | - | |

- (1) Internal Pressure pacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 2007.
- (2) Structural rating, pure bending to yield (i.e no other loads applied)
- (3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed. For additional information, please contact us at contact-tenarishydril@tenaris.com

January 18 2016



Size: 5.500 in. **Wall**: 0.361 in.

Weight: 20.00 lbs/ft

Grade: P110-ICY

Min. Wall Thickness: 87.5 %

Connection: TenarisXP® BTC

Casing/Tubing: CAS

Coupling Option: REGULAR

| l _ | | | PIPE BODY | DATA | | | | | | | |
|-----|------------------------------------|---------------------------|---------------------------------------|-----------------------|-----------------------------------|---------------------|--|--|--|--|--|
| | | | GEOMET | RY | | | | | | | |
| No | ominal OD | 5.500 in. | Nominal Weight | 20.00 lbs/ft | Standard Drift Diameter | 4.653 in. | | | | | |
| No | ominal ID | 4.778 in. | Wall Thickness | 0.361 in. | Special Drift Diameter | N/A | | | | | |
| Pla | ain End Weight | 19.83 lbs/ft | | | | | | | | | |
| _ | | | PERFORM | ANCE | | | | | | | |
| 1 | ody Yield rength | 729 x 1000 lbs | Internal Yield | 14360 psi | SMYS | 125000 psi | | | | | |
| Co | ollapse | 12100 psi | | | | | | | | | |
| _ | | TEI | NARISXP® BTC CO | | ATA | | | | | | |
|] _ | GEOMETRY | | | | | | | | | | |
| Co | onnection OD | 6.100 in. | Coupling Length | 9.450 in. | Connection ID | 4.766 in. | | | | | |
| 1 | ritical Section rea | , 5.828 sq. in. | Threads per in. | 5.00 | Make-Up Loss | 4.204 in. | | | | | |
| | | • | PERFORM | ANCE | | | | | | | |
| Te | ension Efficiency | 100 % | Joint Yield Strength | 729 x 1000 lbs | Internal Pressure Capacity (1) | 14360 psi | | | | | |
| Co | ructural ompression ficiency | 100 % | Structural Compression Strength | 729 x 1000 lbs | Structural Bending ⁽²⁾ | 104 °/100 ft | | | | | |
| ł | kternal Pressure apacity | 12100 psi | | | | | | | | | |
| | | E | STIMATED MAKE- | JP TORQUES | 3) | | | | | | |
| Mi | nimum | 11540 ft-lbs | Optimum | 12820 ft-lbs | Maximum | 14100 ft-lbs | | | | | |
| | | | OPERATIONAL LI | MIT TORQUES | 5 | | | | | | |
| 0 | perating Torque | 22700 ft-lbs | Yield Torque | 25250 ft-lbs | | | | | | | |
| | | | BLANKING DI | MENSIONS | | | | | | | |
| | | | Blanking Dir | nensions | | | | | | | |

- (1) Internal Pressure pacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 2007.
- (2) Structural rating, pure bending to yield (i.e no other loads applied)
- (3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed. For additional information, please contact us at contact-tenarishydril@tenaris.com



SND 12 01 Fed 002 1H, 2H, 3H

Training

MCBU Drilling and Completions H_2S training requirements are intended to define the minimum level of training required for employees, contractors and visitors to enter or perform work at MCBU Drilling and Completions locations that have known concentrations of H_2S .

Awareness Level

Employees and visitors to MCBU Drilling and Completions locations that have known concentrations of H₂S, who are not required to perform work in H₂S areas, will be provided with an awareness level of H₂S training prior to entering any H₂S areas. At a minimum, awareness level training will include:

- 1. Physical and chemical properties of H₂S
- 2. Health hazards of H2S
- 3. Personal protective equipment
- 4. Information regarding potential sources of H2S
- 5. Alarms and emergency evacuation procedures

Awareness level training will be developed and conducted by personnel who are qualified either by specific training, educational experience and/or work-related background.

Advanced Level H₂S Training

Employees and contractors required to work in areas that may contain H₂S will be provided with Advanced Level H₂S training prior to initial assignment. In addition to the Awareness Level requirements, Advanced Level H₂S training will include:

- H₂S safe work practice procedures;
- 2. Emergency contingency plan procedures;
- 3. Methods to detect the presence or release of H₂S (e.g., alarms, monitoring equipment), including hands-on training with direct reading and personal monitoring H₂S equipment.
- 4. Basic overview of respiratory protective equipment suitable for use in H₂S environments. Note: Employees who work at sites that participate in the Chevron Respirator User program will require separate respirator training as required by the MCBU Respiratory Protection Program;
- Basic overview of emergency rescue techniques, first aid, CPR and medical evaluation procedures.
 Employees who may be required to perform "standby" duties are required to receive additional first aid and CPR training, which is not covered in the Advanced Level H₂S training;
- 6. Proficiency examination covering all course material.

0

Advanced H₂S training courses will be instructed by personnel who have successfully completed an appropriate H₂S train-the-trainer development course (ANSI/ASSE Z390.1-2006) or who possess significant past experience through educational or work-related background.



H₂S Training Certification

All employees and visitors will be issued an H₂S training certification card (or certificate) upon successful completion of the appropriate H₂S training course. Personnel working in an H₂S environment will carry a current H₂S training certification card as proof of having received the proper training on their person at all times.

Briefing Area

A minimum of two briefing areas will be established in locations that at least one area will be upwind from the well at all times. Upon recognition of an emergency situation, all personnel should assemble at the designated upwind briefing areas for instructions.

H₂S Equipment

Respiratory Protection

- a) Six 30 minute SCBAs 2 at each briefing area and 2 in the Safety Trailer.
- b) Eight 5 minute EBAs 5 in the dog house at the rig floor, 1 at the accumulator, 1 at the shale shakers and 1 at the mud pits.

Visual Warning System

- a) One color code sign, displaying all possible conditions, will be placed at the entrance to the location with a flag displaying the current condition.
- b) Two windsocks will be on location, one on the dog house and one on the Drill Site Manager's Trailer.

H₂S Detection and Monitoring System

- a) H₂S monitoring system (sensor head, warning light and siren) placed throughout rig.
 - Drilling Rig Locations: at a minimum, in the area of the Shale shaker, rig floor, and bell nipple.
 - Workover Rig Locations: at a minimum, in the area of the Cellar, rig floor and circulating tanks or shale shaker.



Well Control Equipment

- a) Flare Line 150' from wellhead with igniter.
- b) Choke manifold with a remotely operated choke.
- c) Mud/gas separator

Mud Program

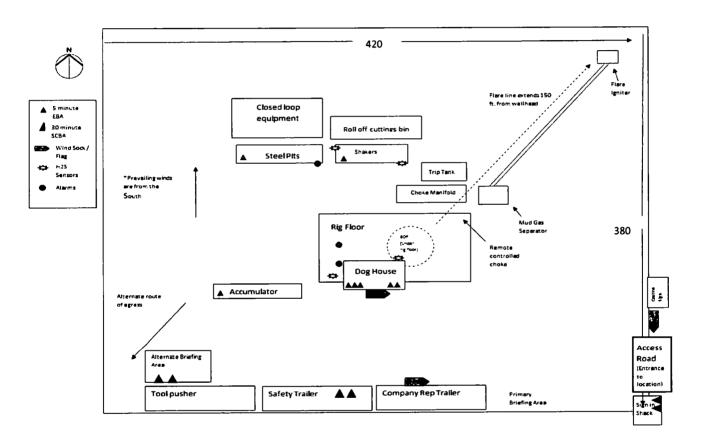
In the event of drilling, completions, workover and well servicing operations involving a hydrogen sulfide concentration of 100 ppm or greater the following shall be considered:

- 1. Use of a degasser
- 2. Use of a zinc based mud treatment
- 3. Increasing mud weight

Public Safety - Emergency Assistance

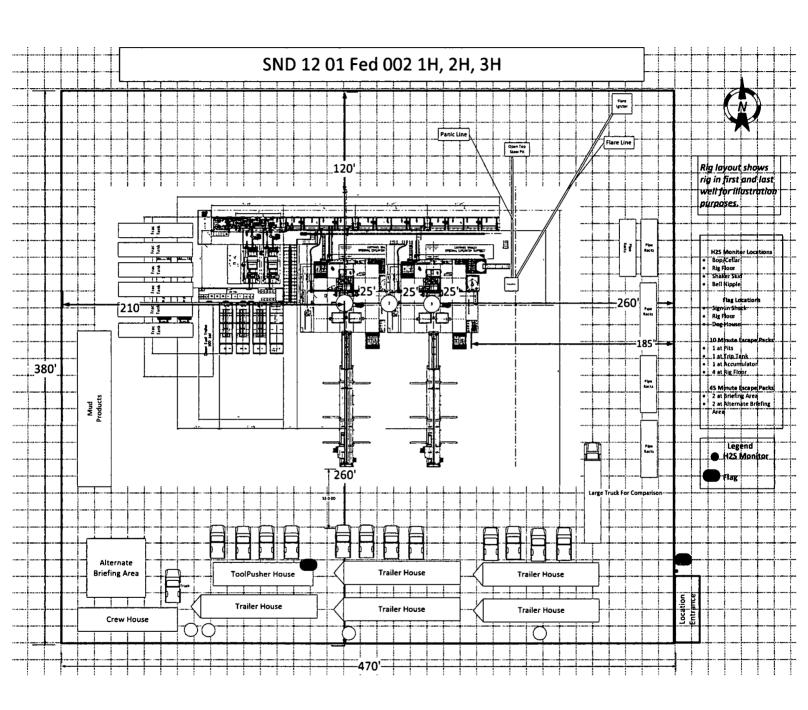
| Agency | Telephone Number |
|----------------------------------|------------------|
| Eddy County Sheriff's Department | 575-887-7551 |
| Carlsbad Fire Department | 575-885-3125 |
| Carlsbad Medical Center | 575-887-4100 |
| Eddy County Emergency Management | 575-885-3581 |
| Poison Control Center | 800-222-1222 |

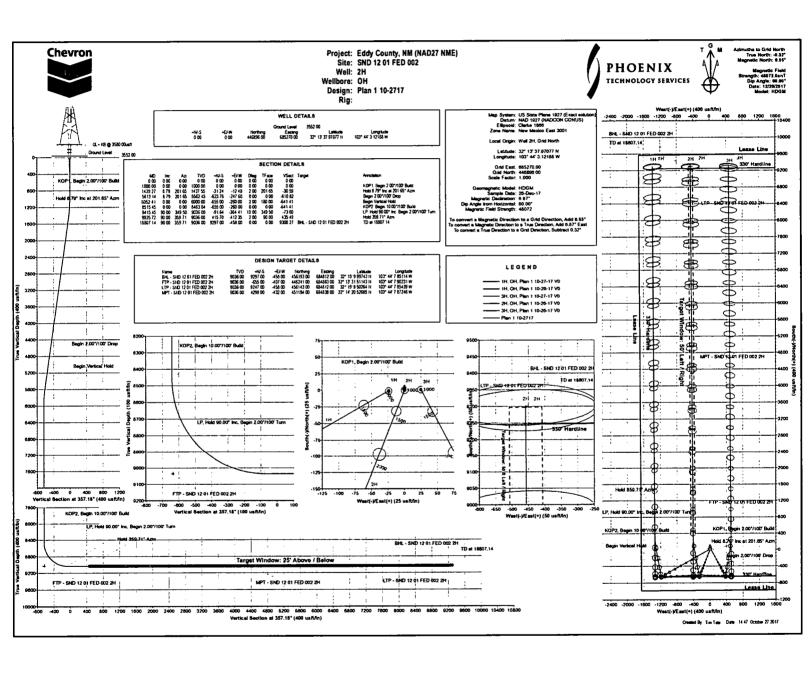




Page 4 of 4

SND 12 01 Fed 002 1H, 2H, 3H







Chevron

Eddy County, NM (NAD27 NME) SND 12 01 FED 002 2H

OH

Plan: Plan 1 10-2717

Standard Planning Report

27 October, 2017





Planning Report



Database:

Compass 5000 GCR

Company:

Chevron

Project:

Eddy County, NM (NAD27 NME) SND 12 01 FED 002

Site: Well:

Wellbore:

ОН

Design:

Plan 1 10-2717

Project

Eddy County, NM (NAD27 NME)

Map System: Geo Datum:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

Map Zone:

New Mexico East 3001

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well 2H

GL+ KB @ 3580.00usft

GL+ KB @ 3580.00usft

North Reference: **Survey Calculation Method:** Grid

Minimum Curvature

System Datum:

Mean Sea Level

Site

From:

SND 12 01 FED 002

Site Position:

Мар

Northing: Easting:

446.895.00 usft 685,246.00 usft

Latitude:

Longitude:

32° 13' 37.96220 N 103° 44' 3,40134 W

Position Uncertainty:

0.00 usft

Slot Radius:

13-3/16 "

Grid Convergence:

0.32°

Well

2H

Well Position

Position Uncertainty

+N/-S +E/-W

1.00 usft 24.00 usft 0.00 usft

Northing: Easting:

446.896.00 usft 685.270.00 usft 0.00 usft

Latitude: Longitude: **Ground Level:**

32° 13' 37.97077 N 103° 44' 3.12188 W

3,552.00 usft

Wellbore

ОН

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

HDGM

12/26/2017

Wellhead Elevation:

6.87

60.00

48,072

Design

Plan 1 10-2717

Audit Notes:

Version:

Phase:

PROTOTYPE

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft) 0.00

+N/-S (usft)

0.00

+E/-W (usft) 0.00

Direction (°)

357.18

| Plan Section | S | | | | | | | | | |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|------------------------------|-----------------------------|------------|-------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) | TFO (°) | Target |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 1,000.00 | 0.00 | 0.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 1,439.27 | 8.79 | 201.65 | 1,437.55 | -31.24 | -12.40 | 2.00 | 2.00 | 0.00 | 201.65 | |
| 5,613.14 | 8.79 | 201.65 | 5,562.45 | -623.76 | -247.60 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 6,052.41 | 0.00 | 0.00 | 6,000.00 | -655.00 | -260.00 | 2.00 | -2.00 | 0.00 | 180.00 | |
| 8,515.45 | 0.00 | 0.00 | 8,463.04 | -655.00 | -260.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 9,415.45 | 90.00 | 349.50 | 9,036.00 | -91.64 | -364.41 | 10.00 | 10.00 | 0.00 | 349.50 | |
| 9,925.72 | 90.00 | 359.71 | 9,036.00 | 415.70 | -412.35 | 2.00 | 0.00 | 2.00 | 90.00 | |
| 18.807.14 | 90.00 | 359.71 | 9,036.00 | 9,297.00 | -458.00 | 0.00 | 0.00 | 0.00 | 0.00 | BHL - SND 12 01 F |



Planning Report



Database: Company:

Compass 5000 GCR

Project:

Chevron

Eddy County, NM (NAD27 NME) SND 12 01 FED 002

Site: Well:

2H

Wellbore:

ОН

Design:

Plan 1 10-2717

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Well 2H

GL+ KB @ 3580.00usft GL+ KB @ 3580.00usft

Grid

Survey Calculation Method: Minimum Curvature

| ned Survey | | | | | | | | | |
|-------------------|--------------------|---|----------------------|--------------------|--------------------|---------------------|----------------|---------------|--------------|
| Measured Depth | la alimatica | الماسينة الم | Vertical Depth | | . = () A/ | Vertical Section | Dogleg Rate | Build Rate | Turn Rate |
| (usft) | Inclination (°) | Azimuth (°) | (usft) | +N/-S (usft) | +E/-W (usft) | (usft) | (°/100usft) | (°/100usft) | (°/100usft) |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,000.00 | 0.00 | 0.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | gin 2.00°/100' E | | | | | | | | |
| 1,100.00 | 2.00 | 201.65 | 1,099.98 | -1.62 | -0.64 | -1.59 | 2.00 | 2.00 | 0.00 |
| 1,200.00 | 4.00 | 201.65 | 1,199.84 | -6.49 | -2.57 | -6.35 | 2.00 | 2.00 | 0.00 |
| 1,300.00 | 6.00 | 201.65 | 1,299.45 | -14.59 | -5.79 | -14.28 | 2.00 | 2.00 | 0.00 |
| 1,400.00 | 8.00 | 201.65 | 1,398.70 | -25.91 | -10.29 | -25.38 | 2.00 | 2.00 | 0.00 |
| 1,439.27 | 8.79 | 201.65 | 1,437.55 | -31.24 | -12.40 | -30.59 | 2.00 | 2.00 | 0.00 |
| | Inc at 201.65° | Azm | | | | | | | |
| 1,500.00 | 8.79 | 201.65 | 1,497.57 | -39.86 | -15.82 | -39.03 | 0.00 | 0.00 | 0.00 |
| 1,600.00 | 8.79 | 201.65 | 1,596.39 | -54.06 | -21.46 | -52.94 | 0.00 | 0.00 | 0.00 |
| 1,700.00 | 8.79 | 201.65 | 1,695.22 | -68.25 | -27.09 | -66.84 | 0.00 | 0.00 | 0.00 |
| 1,800.00 | 8.79 | 201.65 | 1,794.05 | -82.45 | -32.73 | -80.74 | 0.00 | 0.00 | 0.00 |
| 1,900.00 | 8.79 | 201.65 | 1,892.88 | -96.65 | -38.36 | -94.64 | 0.00 | 0.00 | 0.00 |
| 2,000.00 | 8.79 | 201.65 | 1,991.70 | -110.84 | -44.00 | -108.54 | 0.00 | 0.00 | 0.00 |
| 2,100.00 | 8.79 | 201.65 | 2,090.53 | -125.04 | -49.63 | -122.44 | 0.00 | 0.00 | 0.00 |
| 2,200.00 | 8.79 | 201.65 | 2,189.36 | -139.23 | -55.27 | -136.34 | 0.00 | 0.00 | 0.00 |
| 2,300.00 | 8.79 | 201.65 | 2,288.18 | -153.43 | -60.90 | -150.25 | 0.00 | 0.00 | 0.00 |
| 2,400.00 | 8.79 | 201.65 | 2,387.01 | -167.62 | -66.54 | -164.15 | 0.00 | 0.00 | 0.00 |
| 2,500.00 | 8.79 | 201.65 | 2,485.84 | -181.82 | -72.17 | -178.05 | 0.00 | 0.00 | 0.00 |
| 2,600.00 | 8.79 | 201.65 | 2,584.66 | -196.02 | -77.81 | -191.95 | 0.00 | 0.00 | 0.00 |
| 2,700.00 | 8.79 | 201.65 | 2,683.49 | -210.21 | -83.44 | -205.85 | 0.00 | 0.00 | 0.00 |
| 2,800.00 | 8.79 | 201.65 | 2,782.32 | -224.41 | -89.08 | -219.75 | 0.00 | | |
| 2,900.00 | 8.79 | 201.65 | 2,762.32 2,881.14 | -224.41 | -09.00 -94.71 | -219.75 | 0.00 | 0.00 0.00 | 0.00 0.00 |
| 3,000.00 | 8.79 | 201.65 | 2,979.97 | | | | | | |
| 3,100.00 | 8.79 | 201.65 | 3,078.80 | -252.80 | -100.35 | -247.56 | 0.00 | 0.00 | 0.00 |
| 3,200.00 | 8.79 | 201.65 | 3,177.62 | -267.00 -281.19 | -105.98 -111.62 | -261.46 -275.36 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| • | | | | | | | | | |
| 3,300.00 | 8.79 | 201.65 | 3,276.45 | -295.39 | -117.25 | -289.26 | 0.00 | 0.00 | 0.00 |
| 3,400.00 | 8.79 | 201.65 | 3,375.28 | -309.58 | -122.89 | -303.16 | 0.00 | 0.00 | 0.00 |
| 3,500.00 | 8.79 | 201.65 | 3,474.10 | -323.78 | -128.52 | -317.06 | 0.00 | 0.00 | 0.00 |
| 3,600.00 | 8.79 | 201.65 | 3,572.93 | -337.98 | -134.16 | -330.97 | 0.00 | 0.00 | 0.00 |
| 3,700.00 | 8.79 | 201.65 | 3,671.76 | -352.17 | -139.79 | -344.87 | 0.00 | 0.00 | 0.00 |
| 3,800.00 | 8.79 | 201.65 | 3,770.58 | -366.37 | -145.43 | -358.77 | 0.00 | 0.00 | 0.00 |
| 3,900.00 | 8.79 | 201.65 | 3,869.41 | -380.56 | -151.06 | -372.67 | 0.00 | 0.00 | 0.00 |
| 4,000.00 | 8.79 | 201.65 | 3,968.24 | -394.76 | -156.70 | -386.57 | 0.00 | 0.00 | 0.00 |
| 4,100.00 | 8.79 | 201.65 | 4,067.06 | -408.96 | -162.33 | -400.47 | 0.00 | 0.00 | 0.00 |
| 4,200.00 | 8.79 | 201.65 | 4,165.89 | -423.15 | -167.97 | -414.37 | 0.00 | 0.00 | 0.00 |
| 4,300.00 | 8.79 | 201.65 | 4,264.72 | -437.35 | -173.60 | -428.28 | 0.00 | 0.00 | 0.00 |
| 4,400.00 | 8.79 | 201.65 | 4,363.54 | -451.54 | -179.24 | -442.18 | 0.00 | 0.00 | 0.00 |
| 4,500.00 | 8.79 | 201.65 | 4,462.37 | -465.74 | -184.87 | -456.08 | 0.00 | 0.00 | 0.00 |
| 4,600.00 | 8.79 | 201.65 | 4,561.20 | -479.94 | -190.51 | -469.98 | 0.00 | 0.00 | 0.00 |
| 4,700.00 | 8.79 | 201.65 | 4,660.02 | -494.13 | -196.14 | -483.88 | 0.00 | 0.00 | 0.00 |
| 4,800.00 | 8.79 | 201.65 | 4,758.85 | -508.33 | -201.78 | -497.78 | 0.00 | 0.00 | 0.00 |
| 4,900.00 | 8.79 | 201.65 | 4,857.68 | -522.52 | -207.41 | -511.68 | 0.00 | 0.00 | 0.00 |
| 5,000.00 | 8.79 | 201.65 | 4,956.50 | -536.72 | -213.05 | -525.59 | 0.00 | 0.00 | 0.00 |
| 5,100.00 | 8.79 | 201.65 | 5,055.33 | -550.91 | -218.68 | -539.49 | 0.00 | 0.00 | 0.00 |
| 5,200.00 | 8.79 | 201.65 | 5,154.16 | -565.11 | -224.32 | -553.39 | 0.00 | 0.00 | 0.00 |
| 5,300.00 | 8.79 | 201.65 | 5,252.98 | -579.31 | -229.95 | -567.29 | 0.00 | 0.00 | 0.00 |
| 5,400.00 | 8.79 | 201.65 | 5,351.81 | -593.50 | -235.59 | -581.19 | 0.00 | 0.00 | 0.00 |
| 5,500.00 | 8.79 | 201.65 | 5,450.64 | -607.70 | -241.22 | -595.09 | 0.00 | 0.00 | 0.00 |
| 5,600.00 | 8.79 | 201.65 | 5,549.46 | -621.89 | -246.86 | -608.99 | 0.00 | 0.00 | 0.00 |
| 5,613.14 | 8.79 | 201.65 | 5,562.45 | -623.76 | -247.60 | -610.82 | 0.00 | 0.00 | 0.00 |
| 0,010.14 | °/100' Drop | 201.00 | 0,002.70 | 020.70 | 271.00 | -010.02 | 0.00 | 0.00 | 0.00 |



Planning Report



Database: Company: Project: Compass 5000 GCR

Chevron

Eddy County, NM (NAD27 NME)

SND 12 01 FED 002

Site: Well:

2H

Wellbore: Design: ОН

sign: Plan 1 10-2717

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well 2H

GL+ KB @ 3580.00usft GL+ KB @ 3580.00usft

Grid

Minimum Curvature

| d Survey | | | | | | | | | |
|-----------------------------|--------------------|------------------|-----------------------------|----------------------|--------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
| • • | | | • | | | • • | | , | • |
| 5,700.00 | 7.05 | 201.65 | 5,648.48 | -634.88 | -252.01 | -621.71 | 2.00 | -2.00 -2.00 | 0.00 0.00 |
| 5,800.00 | 5.05 | 201.65 | 5,747.92 | -644.67 | -255.90 | -631.30 | 2.00 | | |
| 5,900.00 | 3.05 | 201.65 | 5,847.66 | -651.23 | -258.50 | -637.72 | 2.00 | -2.00 | 0.00 |
| 6,000.00 | 1.05 | 201.65 | 5,947.59 | -654.55 | -259.82 | -640.98 | 2.00 | -2.00 | 0.00 |
| 6,052.41 | 0.00 | 0.00 | 6,000.00 | -655.00 | -260.00 | -641.41 | 2.00 | -2.00 | 0.00 |
| Begin Ver | tical Hold | | | | | | | | |
| 8,515.45 | 0.00 | 0.00 | 8,463.04 | -655.00 | -260.00 | -641.41 | 0.00 | 0.00 | 0.00 |
| KOP2, Ber | gin 10.00°/100' | Build | | | | | | | |
| 8.600.00 | 8.46 | 349.50 | 8.547.28 | -648.88 | -261.13 | -635.24 | 10.00 | 10.00 | 0.00 |
| 8,700.00 | 18.46 | 349.50 | 8,644.42 | -626.03 | -265.37 | -612.21 | 10.00 | 10.00 | 0.00 |
| 8,800.00 | 28.46 | 349.50 | 8,736.04 | -586.94 | -272.61 | -572.82 | 10.00 | 10.00 | 0.00 |
| 8,900.00 | 38.46 | 349.50 | 8,819.36 | -532.80 | -282.65 | -518.25 | 10.00 | 10.00 | 0.00 |
| 9,000.00 | 48.46 | 349.50 | 8,891.86 | -465.26 | -295.17 | -450.18 | 10.00 | 10.00 | 0.00 |
| 9,100.00 | 58.46 | 349.50 | 8,951.33 | -386.37 | -309.79 | -370.66 | 10.00 | 10.00 | 0.00 |
| 9,200.00 | 68.46 | 349.50 | 8,995.97 | -298.52 | -326.07 | -282.12 | 10.00 | 10.00 | 0.00 |
| | 78.46 | 349.50 | 9,024.41 | -296.32 | -343.52 | -187.24 | 10.00 | 10.00 | 0.00 |
| 9,300.00 | | | 9,024.41 | -204.39 -106.83 | -343.52 | -88.90 | 10.00 | 10.00 | 0.00 |
| 9,400.00 | 88.46 | 349.50 | • | | | | | | |
| 9,415.45 | 90.00 | 349.50 | 9,036.00 | -91.64 | -364.41 | -73.60 | 10.00 | 10.00 | 0.00 |
| | 0.00° Inc, Beg | | | | 070.50 | 40.05 | 2.00 | 0.00 | 2.00 |
| 9,500.00 | 90.00 | 351.19 | 9,036.00 | -8.29 | -378.59 | 10.35 | 2.00 | 0.00 | |
| 9,600.00 | 90.00 | 353.19 | 9,036.00 | 90.78 | -392.18 | 109.97 | 2.00 | 0.00 | 2.00 |
| 9,700.00 | 90.00 | 355.19 | 9,036.00 | 190.26 | -402.30 | 209.83 | 2.00 | 0.00 | 2.00 |
| 9,800.00 | 90.00 | 357.19 | 9,036.00 | 290.04 | -408.94 | 309.81 | 2.00 | 0.00 | 2.00 |
| 9,900.00 | 90.00 | 359.19 | 9,036.00 | 389.98 | -412.10 | 409.79 | 2.00 | 0.00 | 2.00 |
| 9,925.72 | 90.00 | 359.71 | 9,036.00 | 415.70 | -412.35 | 435.49 | 2.00 | 0.00 | 2.00 |
| Hold 359. | 71° Azm | | | | | | | | |
| 10,000.00 | 90.00 | 359.71 | 9,036.00 | 489.98 | -412.73 | 509.69 | 0.00 | 0.00 | 0.00 |
| 10,100.00 | 90.00 | 359.71 | 9,036.00 | 589.98 | -413.24 | 609.60 | 0.00 | 0.00 | 0.00 |
| 10,200.00 | 90.00 | 359.71 | 9,036.00 | 689.98 | -413.76 | 709.50 | 0.00 | 0.00 | 0.00 |
| 10,300.00 | 90.00 | 359.71 | 9,036.00 | 789.98 | -414.27 | 809.40 | 0.00 | 0.00 | 0.00 |
| 10,400.00 | 90.00 | 359.71 | 9,036.00 | 889.97 | -414.78 | 909.31 | 0.00 | 0.00 | 0.00 |
| 10,500.00 | 90.00 | 359.71 | 9,036.00 | 989.97 | -415.30 | 1,009.21 | 0.00 | 0.00 | 0.00 |
| 10,600.00 | 90.00 | 359.71 | 9,036.00 | 1,089.97 | -415.81 | 1,109.11 | 0.00 | 0.00 | 0.00 |
| 10,700.00 | 90.00 | 359.71 | 9,036.00 | 1,189.97 | -416.33 | 1,209.01 | 0.00 | 0.00 | 0.00 |
| 10,800.00 | 90.00 | 359.71 | 9,036.00 | 1,289.97 | -416.84 | 1,308.92 | 0.00 | 0.00 | 0.00 |
| 10,900.00 | 90.00 | 359.71 | 9,036.00 | 1,389.97 | -417.35 | 1,408.82 | 0.00 | 0.00 | 0.00 |
| 11,000.00 | 90.00 | 359.71 | 9,036.00 | 1,489.97 | -417.87 | 1,508.72 | 0.00 | 0.00 | 0.00 |
| 11,100.00 | 90.00 | 359.71 | 9,036.00 | 1,589.97 | -418.38 | 1,608.63 | 0.00 | 0.00 | 0.00 |
| 11,200.00 | 90.00 | 359.71 | 9,036.00 | 1,689.96 | -418.90 | 1,708.53 | 0.00 | 0.00 | 0.00 |
| 11,300.00 | 90.00 | 359.71 | 9,036.00 | 1,789.96 | -419.41 | 1,808.43 | 0.00 | 0.00 | 0.00 |
| 11,400.00 | 90.00 | 359.71 | 9,036.00 | 1,889.96 | -419.92 | 1,908.33 | 0.00 | 0.00 | 0.00 |
| 11,500.00 | 90.00 | 359.71 | 9,036.00 | 1,989.96 | -420.44 | 2,008.24 | 0.00 | 0.00 | 0.00 |
| 11,600.00 | 90.00 | 359.71 | 9,036.00 | 2,089.96 | -420.95 | 2,108.14 | 0.00 | 0.00 | 0.00 |
| 11,700.00 | 90.00 | 359.71 | 9,036.00 | 2,189.96 | -421.47 | 2,208.04 | 0.00 | 0.00 | 0.00 |
| 11,800.00 | 90.00 | 359.71 | 9,036.00 | 2,289.96 | -421.98 | 2,307.95 | 0.00 | 0.00 | 0.00 |
| 11,900.00 | 90.00 | 359.71 | 9,036.00 | 2,389.95 | -422.50 | 2,407.85 | 0.00 | 0.00 | 0.00 |
| 12,000.00 | 90.00 | 359.71 | 9,036.00 | 2,489.95 | -423.01 | 2,507.75 | 0.00 | 0.00 | 0.00 |
| 12,000.00 | 90.00 | 359.71 | 9,036.00 | 2,409.95 | -423.52 | 2,607.65 | 0.00 | 0.00 | 0.00 |
| 12,100.00 | 90.00 | 359.71 359.71 | 9,036.00 | 2,569.95 | -424.04 | 2,707.56 | 0.00 | 0.00 | 0.00 |
| 12,300.00 | 90.00 | 359.71 | 9,036.00 | 2,789.95 | -424.55 | 2,807.46 | 0.00 | 0.00 | 0.00 |
| | 90.00 | 359.71 | 9,036.00 | 2,769.95 | -425.07 | 2,907.36 | 0.00 | 0.00 | 0.00 |
| 12,400.00 | | | 9,036.00 | 2,009.95 2,989.95 | -425.07 -425.58 | 3,007.27 | 0.00 | 0.00 | 0.00 |
| 12,500.00 | 90.00 | 359.71 | | | | • | 0.00 | 0.00 | 0.00 |
| 12,600.00 | 90.00 90.00 | 359.71 359.71 | 9,036.00 9,036.00 | 3,089.95 3,189.94 | -426.09 -426.61 | 3,107.17 3,207.07 | 0.00 | 0.00 | 0.00 |



Planning Report



Database: Company: Compass 5000 GCR

Project:

Chevron Eddy County, NM (NAD27 NME)

Site:

SND 12 01 FED 002

Well:

2H

Wellbore: Design:

ОН

Plan 1 10-2717

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference: North Reference: Well 2H

GL+ KB @ 3580.00usft GL+ KB @ 3580.00usft

Grid

Minimum Curvature

| nned Survey | | | | | | | | | |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|---------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
| | | | | | | | | | 0.00 |
| 12,800.00 | 90.00 | 359.71 | 9,036.00 | 3,289.94 | -427.12 | 3,306.97 | 0.00 | 0.00 | 0.00 |
| 12,900.00 | 90.00 | 359.71 | 9,036.00 | 3,389.94 | -427.64 | 3,406.88 | 0.00 | 0.00 | 0.00 |
| 13,000.00 | 90.00 | 359.71 | 9,036.00 | 3,489.94 | -428.15 | 3,506.78 | 0.00 | 0.00 | 0.00 |
| 13,100.00 | 90.00 | 359.71 | 9,036.00 | 3,589.94 | -428.66 | 3,606.68 | 0.00 | 0.00 | 0.00 |
| 13,200.00 | 90.00 | 359.71 | 9,036.00 | 3,689.94 | -429.18 | 3,706.59 | 0.00 | 0.00 | 0.00 |
| · | | | | • | | • | | | |
| 13,300.00 | 90.00 | 359.71 | 9,036.00 | 3,789.94 | -429.69 | 3,806.49 | 0.00 | 0.00 | 0.00 |
| 13,400.00 | 90.00 | 359.71 | 9,036.00 | 3,889.93 | -430.21 | 3,906.39 | 0.00 | 0.00 | 0.00 |
| 13,500.00 | 90.00 | 359.71 | 9,036.00 | 3,989.93 | -430.72 | 4,006.29 | 0.00 | 0.00 | 0.00 |
| 13,600.00 | 90.00 | 359.71 | 9,036.00 | 4,089.93 | -431.23 | 4,106.20 | 0.00 | 0.00 | 0.00 |
| 13,700.00 | 90.00 | 359.71 | 9,036.00 | 4,189.93 | -431.75 | 4,206.10 | 0.00 | 0.00 | 0.00 |
| 13,700.00 | | | 3,030.00 | | | 4,200.10 | | | |
| 13,800.00 | 90.00 | 359.71 | 9,036.00 | 4,289.93 | -432.26 | 4,306.00 | 0.00 | 0.00 | 0.00 |
| 13,900.00 | 90.00 | 359.71 | 9,036.00 | 4,389.93 | -432.78 | 4,405.91 | 0.00 | 0.00 | 0.00 |
| 14,000.00 | 90.00 | 359.71 | 9,036.00 | 4,489.93 | -433.29 | 4,505.81 | 0.00 | 0.00 | 0.00 |
| | | | | 4,469.93 | | 4,605.71 | 0.00 | 0.00 | 0.00 |
| 14,100.00 | 90.00 | 359.71 | 9,036.00 | | -433.80 | | | | |
| 14,200.00 | 90.00 | 359.71 | 9,036.00 | 4,689.92 | -434.32 | 4,705.61 | 0.00 | 0.00 | 0.00 |
| 14,300.00 | 90.00 | 359.71 | 9,036.00 | 4,789.92 | -434.83 | 4,805.52 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | 0.00 |
| 14,400.00 | 90.00 | 359.71 | 9,036.00 | 4,889.92 | -435.35 | 4,905.42 | 0.00 | 0.00 | |
| 14,500.00 | 90.00 | 359.71 | 9,036.00 | 4,989.92 | -435.86 | 5,005.32 | 0.00 | 0.00 | 0.00 |
| 14,600.00 | 90.00 | 359.71 | 9,036.00 | 5,089.92 | -436.37 | 5,105.23 | 0.00 | 0.00 | 0.00 |
| 14,700.00 | 90.00 | 359.71 | 9,036.00 | 5,189.92 | -436.89 | 5,205.13 | 0.00 | 0.00 | 0.00 |
| 14,800.00 | 90.00 | 359.71 | 9,036.00 | 5,289.92 | -437.40 | 5,305.03 | 0.00 | 0.00 | 0.00 |
| 14,900.00 | 90.00 | 359.71 | 9,036.00 | 5,389.91 | -437.92 | 5,404.93 | 0.00 | 0.00 | 0.00 |
| • | 90.00 | 359.71 | 9,036.00 | 5,489.91 | -438.43 | 5,504.84 | 0.00 | 0.00 | 0.00 |
| 15,000.00 | | | | | | | | | |
| 15,100.00 | 90.00 | 359.71 | 9,036.00 | 5,589.91 | -438.94 | 5,604.74 | 0.00 | 0.00 | 0.00 |
| 15,200.00 | 90.00 | 359.71 | 9,036.00 | 5,689.91 | -439.46 | 5,704.64 | 0.00 | 0.00 | 0.00 |
| 15,300.00 | 90.00 | 359.71 | 9,036.00 | 5.789.91 | -439.97 | 5,804.54 | 0.00 | 0.00 | 0.00 |
| 15,400.00 | 90.00 | 359.71 | 9,036.00 | 5,889.91 | -440.49 | 5,904.45 | 0.00 | 0.00 | 0.00 |
| 15,500.00 | | 359.71 | 9,036.00 | 5,989.91 | -441.00 | 6,004.35 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | 0.00 | 0.00 |
| 15,600.00 | 90.00 | 359.71 | 9,036.00 | 6,089.91 | -441.51 | 6,104.25 | 0.00 | | |
| 15,700.00 | 90.00 | 359.71 | 9,036.00 | 6,189.90 | -442.03 | 6,204.16 | 0.00 | 0.00 | 0.00 |
| 15,800.00 | 90.00 | 359.71 | 9,036.00 | 6,289.90 | -442.54 | 6,304.06 | 0.00 | 0.00 | 0.00 |
| 15,900.00 | 90.00 | 359.71 | 9,036.00 | 6,389.90 | -443.06 | 6,403.96 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | 0.00 | |
| 16,000.00 | 90.00 | 359.71 | 9,036.00 | 6,489.90 | -443.57 | 6,503.86 | 0.00 | | 0.00 |
| 16,100.00 | 90.00 | 359.71 | 9,036.00 | 6,589.90 | -444.08 | 6,603.77 | 0.00 | 0.00 | 0.00 |
| 16,200.00 | 90.00 | 359.71 | 9,036.00 | 6,689.90 | -444.60 | 6,703.67 | 0.00 | 0.00 | 0.00 |
| 16 200 00 | 00.00 | 359.71 | 9,036.00 | 6.789.90 | -445.11 | 6,803.57 | 0.00 | 0.00 | 0.00 |
| 16,300.00 | 90.00 | | | | | | | | |
| 16,400.00 | 90.00 | 359.71 | 9,036.00 | 6,889.90 | -445.63 | 6,903.48 | 0.00 | 0.00 | 0.00 |
| 16,500.00 | 90.00 | 359.71 | 9,036.00 | 6,989.89 | -446.14 | 7,003.38 | 0.00 | 0.00 | 0.00 |
| 16,600.00 | 90.00 | 359.71 | 9,036.00 | 7,089.89 | -446.65 | 7,103.28 | 0.00 | 0.00 | 0.00 |
| 16,700.00 | 90.00 | 359.71 | 9,036.00 | 7,189.89 | -447.17 | 7,203.18 | 0.00 | 0.00 | 0.00 |
| • | | | | · | | · | | | |
| 16,800.00 | 90.00 | 359.71 | 9,036.00 | 7,289.89 | -447.68 | 7,303.09 | 0.00 | 0.00 | 0.00 |
| 16,900.00 | 90.00 | 359.71 | 9,036.00 | 7,389.89 | -4 48.20 | 7,402.99 | 0.00 | 0.00 | 0.00 |
| 17,000.00 | 90.00 | 359.71 | 9,036.00 | 7,489.89 | -448.71 | 7,502.89 | 0.00 | 0.00 | 0.00 |
| 17,100.00 | 90.00 | 359.71 | 9,036.00 | 7,589.89 | -449.22 | 7,602.80 | 0.00 | 0.00 | 0.00 |
| 17,100.00 | | | | | -449.74 | 7,702.70 | 0.00 | 0.00 | 0.00 |
| · | 90.00 | 359.71 | 9,036.00 | 7,689.88 | -445.14 | 1,102.10 | 0.00 | | |
| 17,300.00 | 90.00 | 359.71 | 9.036.00 | 7,789.88 | -450.25 | 7,802.60 | 0.00 | 0.00 | 0.00 |
| 17,400.00 | 90.00 | 359.71 | 9,036.00 | 7,889.88 | -450.77 | 7,902.50 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 17,500.00 | 90.00 | 359.71 | 9,036.00 | 7,989.88 | -451.28 | 8,002.41 | 0.00 | 0.00 | 0.00 |
| 17,600.00 | 90.00 | 359.71 | 9,036.00 | 8,089.88 | -451.79 | 8,102.31 | 0.00 | 0.00 | 0.00 |
| 17,700.00 | 90.00 | 359.71 | 9,036.00 | 8,189.88 | -452.31 | 8,202.21 | 0.00 | 0.00 | 0.00 |
| 17,800.00 | 90.00 | 359.71 | 9,036.00 | 8,289.88 | -452.82 | 8,302.12 | 0.00 | 0.00 | 0.00 |
| | | | 9,036.00 | | | | | 0.00 | 0.00 |
| 17,900.00 | 90.00 | 359.71 | | 8,389.88 | -453.34 | 8,402.02 | 0.00 | | |
| 18,000.00 | 90.00 | 359.71 | 9,036.00 | 8,489.87 | -453.85 | 8,501.92 | 0.00 | 0.00 | 0.00 |
| 18,100.00 | 90.00 | 359.71 | 9,036.00 | 8,589.87 | -454.37 | 8,601.82 | 0.00 | 0.00 | 0.00 |



Planning Report



Database:

Compass 5000 GCR

Company: Project:

Chevron

Eddy County, NM (NAD27 NME)

Site: Well: SND 12 01 FED 002 2H

Wellbore:

ОН

Design:

Plan 1 10-2717

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well 2H

GL+ KB @ 3580.00usft GL+ KB @ 3580.00usft

Grid

North Reference: **Survey Calculation Method:**

Minimum Curvature

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 18,200.00 | 90.00 | 359.71 | 9,036.00 | 8,689.87 | -454.88 | 8,701.73 | 0.00 | 0.00 | 0.00 |
| 18,300.00 | 90.00 | 359.71 | 9,036.00 | 8,789.87 | -455.39 | 8,801.63 | 0.00 | 0.00 | 0.00 |
| 18,400.00 | 90.00 | 359.71 | 9,036.00 | 8,889.87 | -455.91 | 8,901.53 | 0.00 | 0.00 | 0.00 |
| 18,500.00 | 90.00 | 359.71 | 9,036.00 | 8,989.87 | -456.42 | 9,001.44 | 0.00 | 0.00 | 0.00 |
| 18,600.00 | 90.00 | 359.71 | 9,036.00 | 9,089.87 | -456.94 | 9,101.34 | 0.00 | 0.00 | 0.00 |
| 18,700.00 | 90.00 | 359.71 | 9,036.00 | 9,189.86 | -457.45 | 9,201.24 | 0.00 | 0.00 | 0.00 |
| 18,800.00 | 90.00 | 359.71 | 9,036.00 | 9,289.86 | -457.96 | 9,301.14 | 0.00 | 0.00 | 0.00 |
| 18,807,14 | 90.00 | 359.71 | 9.036.00 | 9.297.00 | -458.00 | 9,308.27 | 0.00 | 0.00 | 0.00 |

Design Targets

Target Name

| nivmiss target | Dip Angle | Dip Dir. | TVD | +N/-S | +E/-W | Northing | Easting | | |
|------------------------------------|-----------|----------|--------|--------|--------|----------|---------|----------|-----------|
| - Shape | (°) | (°) | (usft) | (usft) | (usft) | (usft) | (usft) | Latitude | Longitude |

684,838.00 32° 14' 20.52685 N 103° 44' 7.87246 W MPT - SND 12 01 FE! 0.00 0.00 9,036.00 4,298.00 -432.00 451,194.00 plan misses target center by 0.30usft at 13808.07usft MD (9036.00 TVD, 4298.00 N, -432.30 E)
 Point

BHL - SND 12 01 FE[

0.00 359.71 9,036.00

9.297.00

-458.00

456,193.00

684,812.00 32° 15' 9.99743 N 103° 44' 7.85114 W

- plan hits target center

- Rectangle (sides W100.00 H8,872.78 D50.00)

FTP - SND 12 01 FEE

0.00

-655.00 -407.00 446,241.00

0.00 9,036.00 684,863.00 32° 13' 31.51143 N 103° 44' 7.90231 W - plan misses target center by 262.40usft at 8990.32usft MD (8885.38 TVD, -472.33 N, -293.86 E)

- Point

LTP - SND 12 01 FEE

0.00 9,036.00 9,247.00 0.00

-458.00

456,143.00

684,812.00 32° 15' 9.50264 N 103° 44' 7.85439 W

plan misses target center by 0.26usft at 18757.14usft MD (9036.00 TVD, 9247.00 N, -457.74 E)
 Point

| Plan Annotations | | | | | | | | | |
|------------------|-----------------|-----------------|-----------------|-----------------|--|--|--|--|--|
| | Measured | Vertical | Local Coor | dinates | | | | | |
| | Depth (usft) | Depth (usft) | +N/-S (usft) | +E/-W (usft) | Comment | | | | |
| | 1,000.00 | 1,000.00 | 0.00 | 0.00 | KOP1, Begin 2.00°/100' Build | | | | |
| | 1,439.27 | 1,437.55 | -31.24 | -12.40 | Hold 8.79° Inc at 201.65° Azm | | | | |
| 1 | 5,613.14 | 5,562.45 | -623.76 | -247.60 | Begin 2.00°/100' Drop | | | | |
| İ | 6,052.41 | 6,000.00 | -655.00 | -260.00 | Begin Vertical Hold | | | | |
| İ | 8,515,45 | 8,463.04 | -655.00 | -260.00 | KOP2, Begin 10.00°/100' Build | | | | |
| | 9,415.45 | 9,036.00 | -91.64 | -364.41 | LP, Hold 90.00° Inc, Begin 2.00°/100' Turn | | | | |
| | 9,925.72 | 9,036.00 | 415.70 | -412.35 | Hold 359.71° Azm | | | | |
| | 18,807.14 | 9,036.00 | 9,297.00 | -458.00 | TD at 18807.14 | | | | |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



APD ID: 10400024577

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002

Weil Type: OIL WELL

Submission Date: 11/28/2017

Well Number: 2H

Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

SND 12 01 Fed 002 2H Road Plat 20171128121701.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? YES

Existing Road Improvement Description: The operator will improve or maintain existing roads in a condition the same as or better than before operations begin. The Operator will also repair any pot holes, clear ditches, repair crown; etc. All existing structures on the entire access route such as cattle guards, other range improvement project, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use. We will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or wind events. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

SND 12 01 Fed 002 2H New roads 20171128121811.pdf

New road type: LOCAL

Length: 295

Feet

Width (ft.): 25

Max slope (%): 2

Max grade (%): 3

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 25

New road access erosion control: Sediment traps (hay bales suggested by BLM) we don't use every time but keep handy.

New road access plan or profile prepared? NO

Well Name: SND 12 01 FED 002 Well Number: 2H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: NONE

Access topsoil source: ONSITE

Access surfacing type description:

Access onsite topsoil source depth: 0

Offsite topsoil source description:

Onsite topsoil removal process: none needed

Access other construction information:

Access miscellaneous information:

Number of access turnouts: 60

Access turnout map:

Drainage Control

New road drainage crossing: CULVERT,OTHER

Drainage Control comments: Erosion/Drainage: Drainage control system shall be constructed on the entire length of road by the use of any of the following: ditching and will be graveled as needed for drilling, side hill out-sloping and in-sloping, lead-off ditches, culvert installation, or low water crossing, culverts, and water bars where needed: straw waddles will be used on the down-slope side of new roads where undisturbed grades away from the roadway are 5% or greater. **Road Drainage Control Structures (DCS) description:** Ditching will be constructed on both sides of road.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

SND_12_01_FED_002_2H_RADIUS_MAP_20171128121838.pdf

Existing Wells description:

Well Name: SND 12 01 FED 002 Well Number: 2H

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: • Facilities: New production facilities are to be constructed located in the SW quarter of Sec. 12. T24S-R31E where oil and gas sales will take place, o Proposed Facility Pad is 500' x 700' o The facility is proposed in SW4 of Sec. 12, T24S-R31E o Gas purchaser pipeline will be brought to the tank battery. o Open top tanks or open containments will be netted, o Open vent exhaust stacks will be modified to prevent birds or bats from entering, discourage perching, roosting, and nesting. o Facilities will have a secondary containment 1.5 times the holding capacity of largest storage tank. o All above ground structures will be painted non-reflective shale green for blending with surrounding environment. o The tank battery will be connected to the existing water gathering system in the field for permanent water disposal. The system design will be determined and approved prior to construction of any water transfer pipeline. Until permanent water takeaway is available, produced water will be hauled off location in trucks. **Production Facilities map:**

SND 12 01 FED 002 2H Frac Pond Road 20171128121933.pdf SND 12 01 FED 002 2H 60 ROW 20171128121932.pdf SND_12_01_FED_002_2H_Frac_Pond_waterline_20171128121933.pdf SND_12_01_FED_002_2H_Frac_Pond_20171128121934.pdf SND 12 01 FED 002 2H Tower Site 20171128121934.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING,

Water source type: GW WELL

SURFACE CASING Describe type:

Source latitude:

Source longitude:

Source datum: NAD83

Water source permit type: PRIVATE CONTRACT

Source land ownership: FEDERAL

Water source transport method: PIPELINE, TRUCKING

Source transportation land ownership: FEDERAL

Water source volume (barrels): 700000

Source volume (acre-feet): 90.22517

Source volume (gal): 29400000

Water source and transportation map:

SND_12_01_FED_002_2H_Aerial_Detail_20171128122008.pdf

Water source comments: • New pond in SW/4 of Section 11, T24S-R31E will be utilized for fresh water. • Pond measures 900' x 900'. Fresh water will be obtained from a private water source. A temporary 12" expanding pipe transfer line will run from frac pond to well location in section 12. o Fresh water line will run parallel to road and will stay within 10' of access road. New water well? NO

Well Name: SND 12 01 FED 002 Well Number: 2H

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be sourced from the nearest federal, state, or private permitted pit in Section 12, T24S-R31E or an alternate private pit in Section 32, T23S-R31E, State Lands.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: Garbage and Trash Human waste and grey water Other waste material such as chemicals,

salts, frac sand Drill Cutting

Amount of waste: 200

pounds

Waste disposal frequency: Daily

Safe containment description: Collected in a trash container collected for disposal properly contained The well will be drilled utilizing a closed loop system and properly disposed of into steel tanks. All to be properly disposed at a State approved disposal facility.

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Dispo

Disposal location ownership: STATE

FACILITY

Disposal type description:

Disposal location description: State approved facility. Carlsbad 6601 Hobbs HWY Carlsbad, NM 575-393-1079

Well Name: SND 12 01 FED 002

Well Number: 2H

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

SND_12_01_FED_002_2H_Comp_Station_Pwrline_20171128122143.pdf

SND_12_01_FED_002_2H_Comp_Stn_Access_Roadpdf_20171128122144.pdf

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

SND_12_01_Fed_002_2H_Proposed_Pad_20171128122244.pdf

SND_12_01_Fed_002_2H_Well_Plat_20171128122244.pdf

Comments: • Surveyor Plat o Exterior well pad dimensions are 380' x 540'. o Interior well pad dimensions from point of entry (well head) of the easternmost well are N-120', S-260', E-235', W-305'. o Topsoil placement is on the North where interim reclamation is planned to be completed upon completion of well and evaluation of best management practices. o Cut and fill: will be minimal. Diagram attached. • Rig Layout (attached)

Well Name: SND 12 01 FED 002 Well Number: 2H

Section 10 - Plans for Surface Reclamation

Multiple Well Pad Name: SND 12 01 FED 002 Type of disturbance: New Surface Disturbance

Multiple Well Pad Number: 2H 3H 1H

Recontouring attachment:

SND 12 01 Fed 002 2H CutFill 20171128122406.pdf SND 12 01 Fed 002 2H IR PLAT 20171128122407.pdf SND_12_01_FED_002_2H_SUP.xlsx_20171128122407.pdf

Drainage/Erosion control construction: Proper erosion control methods will be used on the area to control erosion, runoff, and siltation of the surrounding area.

Drainage/Erosion control reclamation: The well pad, road, and surrounding area will be cleared of material, trash, and equipment. All surfacing material will be removed and returned to the original mineral pit or recycled to repair for build roads and well pads.

Well pad proposed disturbance

(acres): 4.1

Road proposed disturbance (acres):

0.27

Powerline proposed disturbance

(acres): 0.42

Pipeline proposed disturbance

(acres): 0.27

Other proposed disturbance (acres):

Total proposed disturbance: 10.12

Well pad interim reclamation (acres):

Road interim reclamation (acres): 0

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 1.56 (acres): 0.27

Total interim reclamation: 3.12

Well pad long term disturbance

(acres): 2.54

Road long term disturbance (acres):

Powerline long term disturbance

(acres): 0.42

Pipeline long term disturbance

Other long term disturbance (acres):

Total long term disturbance: 7

Disturbance Comments: Refer to SUPO attached Reconstruction method: Refer to SUPO attached Topsoil redistribution: Refer to SUPO attached

Soil treatment: Refer to SUPO attached

Existing Vegetation at the well pad: mesquite, shrubs, grass

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: mesquite, shrubs, grass

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: mesquite, shrubs, grass

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: mesquite, shrubs, grass

Existing Vegetation Community at other disturbances attachment:

| | <u> </u> | |
|---------------------------------|--------------------------|------------------------------------|
| | | |
| Non native seed used? NO | | |
| Non native seed description: | | |
| Seedling transplant description | on: | |
| Will seedlings be transplanted | d for this project? NO | |
| Seedling transplant description | on attachment: | |
| Will seed be harvested for us | e in site reclamation? N | 10 |
| Seed harvest description: | | |
| Seed harvest description atta | chment: | |
| | | |
| Seed Management | | |
| Seed Table | | |
| Seed type: | | Seed source: |
| Seed name: | | |
| Source name: | | Source address: |
| Source phone: | | |
| Seed cultivar: | | |
| Seed use location: | | |
| PLS pounds per acre: | | Proposed seeding season: |
| | | Total manuada/Acces |
| Seed Su | | Total pounds/Acre: |
| Seed Type | Pounds/Acre | |
| | | |
| Seed reclamation attachment | :: | |
| Operator Contact/R | Responsible Offici | al Contact Info |
| First Name: Kevin | | Last Name: Dickerson |
| Phone: | | Email: kevin.dickerson@chevron.com |
| Seedbed prep: | | |
| Seed BMP: | | |
| Seed method: | | |
| Existing invasive species? N | 0 | |

Well Number: 2H

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002 Well Number: 2H

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: Treat with BLM seed mixture (BLM #2) free of noxious weeds.

Weed treatment plan attachment:

Monitoring plan description: The interim reclamation will be monitored periodically to ensure that vegetation has

reestablished.

Monitoring plan attachment:

Success standards: As per BLM requirements.

Pit closure description: none

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS, 288100 ROW - O&G Pipeline, Other

Operator Name: CHEVRON USA INCORPORATED

Well Name: SND 12 01 FED 002 Well Number: 2H

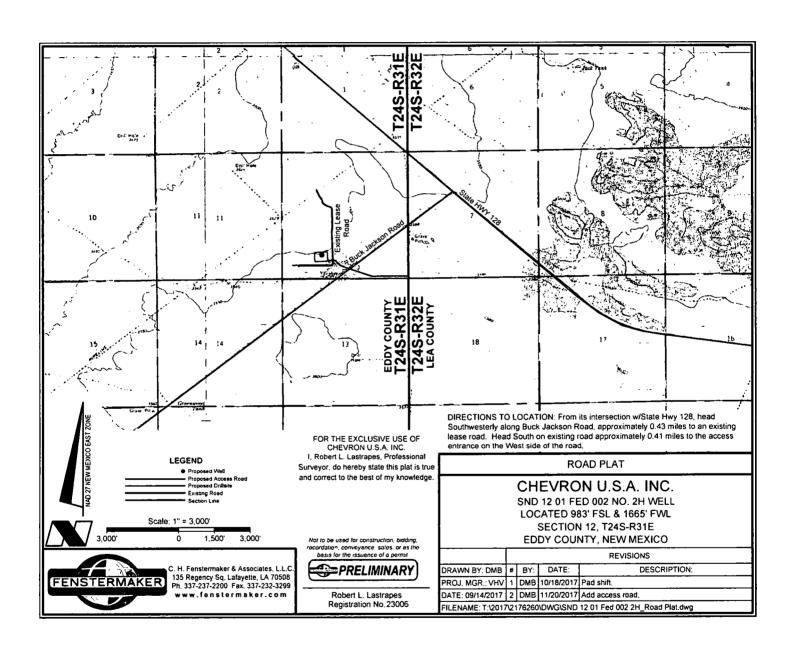
ROW Applications

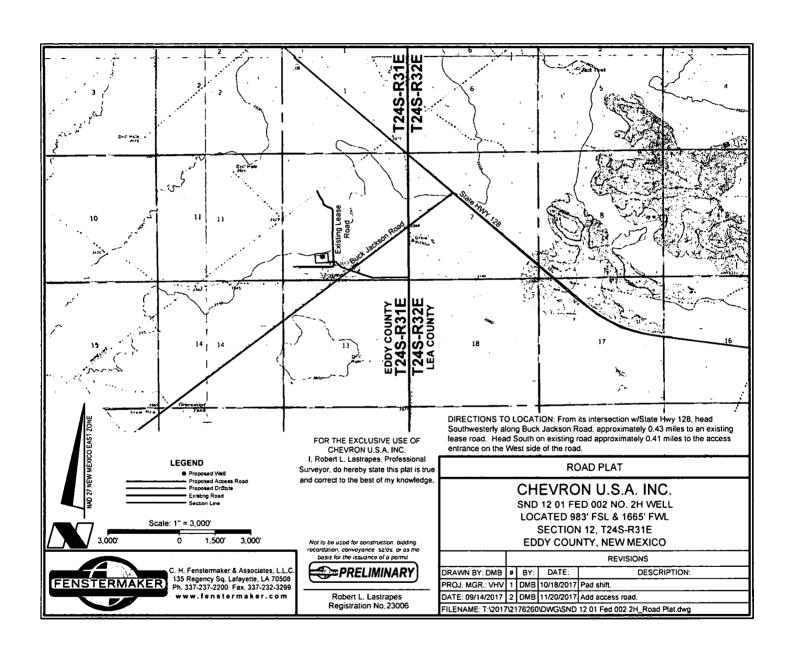
SUPO Additional Information:

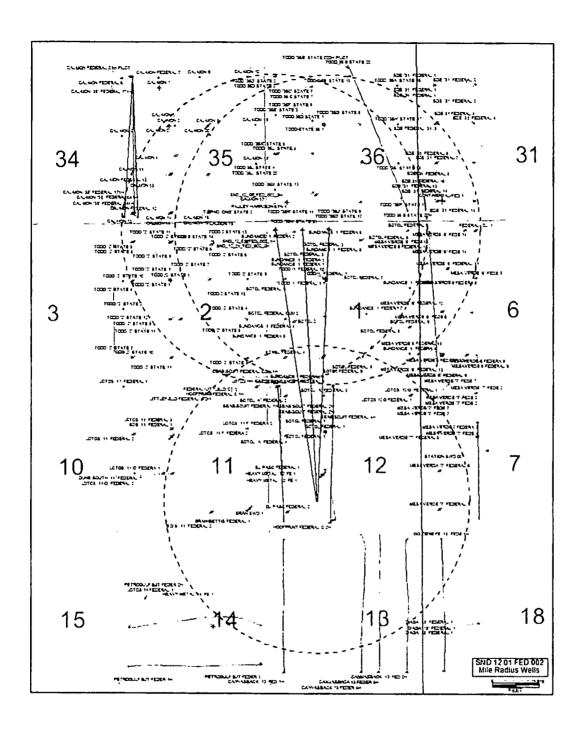
Use a previously conducted onsite? YES

Previous Onsite information: On-site performed by BLM NRS: Paul Murphy 10/13/2017.

Other SUPO Attachment







| | SND 12 01 FED 002 Mile | Radius Wells | |
|----------------|--|-----------------------------------|--|
| UWI (APINum) | Well Label | Operator | |
| 30015058480000 | PAULEY-HARRISON-STA 1 | MILLER CHARLES P | |
| 30015102590000 | FEDERAL-LITTLELD CT 1 CHESAPEAKE OPERATING INCORF | | |
| 30015102590001 | LITTLEFIELD FEDERAL WD-1 | CHESAPEAKE OPERATING INCORPORATED | |
| 30015203410000 | TODD-STATE 36 1 | DEVON ENERGY (NEVADA) | |
| 30015203410001 | TODD 36D STATE 1 | DEVON ENERGY PROD | |
| 30015211430000 | TODD /1/ FEDERAL 1 | TEXAS AMR OIL CORPOR | |
| 30015212610000 | TODD /1/ FEDERAL 1-Y | TEXAS AMR OIL CORPOR | |
| 30015212910000 | TODD /1/ FEDERAL 1Z | OXY USA INC | |
| 30015212910001 | SUNDANCE '1' FEDERA 1 | OXY USA INC | |
| 30015212910002 | SUNDANCE '1' FEDERA 1 | POGO PRODUCING CO | |
| 30015214970000 | TODD /2/ STATE 1 | TEXACO PRODUCING INCORPORATED | |
| 30015214970001 | TODD '2' STATE 1 | TEXACO PRODUCING INCORPORATED | |
| 30015214970002 | TODD '2' STATE 1 | CHEVRON U S A INCORPORATED | |
| 30015225550000 | EL PASO FEDERAL 1 | COQUINA OIL CORPORATION | |
| 30015226810000 | EL PASO FEDERAL 2 | COQUINA OIL CORP | |
| 30015234590000 | SOTOL FEDERAL 1 | SUPERIOR OIL COMPANY THE | |
| 30015234590001 | MOBIL PRODUCING TEXAS & N 30015234590001 SOTOL FEDERAL 1 | | |
| 30015234590002 | SOTOL FEDERAL 1 | SONAT EXPLORATION COMPANY | |
| 30015239770000 | SOTOL FEDERAL COM 2 | CHESAPEAKE OPERATING INCORPORATE | |
| 30015239770001 | SOTOL 2 | CHESAPEAKE OPERATING INCORPORATE | |
| 30015246080000 | CAL-MON 1 | POGO PRODUCING CO | |
| 30015251760000 | CAL-MON 2 | OXY USA INC | |
| 30015251760001 | CAL-MON 2 | POGO PRODUCING COMPANY | |
| 30015254050000 | CAL-MON 3 | POGO PRODUCING COMPANY | |
| 30015255810000 | CAL-MON 4 | POGO PRODUCING CO | |
| 30015256400000 | CAL-MON 5 | OXY USA INC | |
| 30015256970000 | BRAN-BETTIS FEDERAL 1 | MESQUITE SWD INCORPORATED | |
| 30015256970001 | BRAN SWD 1 | MESQUITE SWD INCORPORATED | |
| 30015268850000 | CAL-MON FEDERAL 6 | OXY USA INC | |
| 30015270810000 | CAL-MON FEDERAL 7 | OXY USA INC | |
| 30015271130000 | CAL-MON 8 | OXY USA INC | |
| 30015272060000 | CAL-MON 9 | OXY USA INC | |
| 30015272230000 | CAL-MON 11 | OXY USA INC | |
| 30015272270000 | SUNDANCE '1' FEDERA 2 | OXY USA INC | |
| 30015272670000 | CAL-MON FEDERAL 12 | POGO PRODUCING CO | |
| 30015272690000 | CAL-MON 10 | OXY USA INC | |
| 30015273150000 | CAL-MON FEDERAL 13 | POGO PRODUCING CO | |
| 30015273650000 | TODD '36D' STATE 2 | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015273650001 | TODD 36D STATE 2 | DEVON ENERGY CORP | |

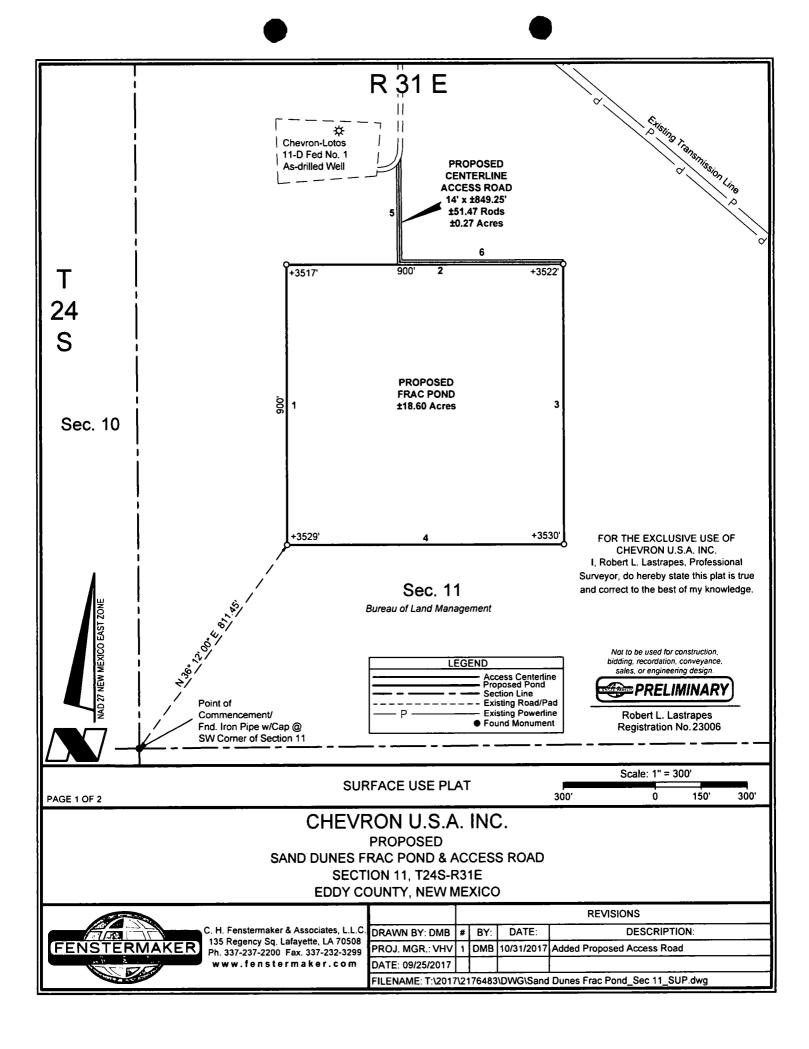
| 30015274950000 | CAL-MON 14 | POGO PRODUCING CO | |
|----------------|---------------------------|-----------------------------------|--|
| 30015274960000 | CAL-MON 19 | OXY USA INC | |
| 30015275490000 | CAL-MON 20 | OXY USA INC | |
| 30015276270000 | SDS '11' FEDERAL 1 | OXY USA INC | |
| 30015276300000 | S D S `11` FEDERAL 2 | ENRON OIL & GAS CO | |
| 30015277930000 | DUNE SOUTH '11' FEDERAL 1 | ENRON OIL & GAS CO | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015280050000 | TODD '36E' STATE 3 | P | |
| 30015280220000 | CAL-MON 15 | POGO PRODUCING CO | |
| 30015280230000 | CAL-MON 16 | POGO PRODUCING CO | |
| 30015280240000 | CALMON 17 | OXY USA INC | |
| 30015280260000 | CAL-MON 18 | OXY USA INC | |
| 30015280340000 | TIRANO 'CNG' STATE 2 | ENERGEX COMPANY | |
| 30015280610000 | TODD '2' STATE 2 | CHEVRON U S A INCORPORATED | |
| 30015281050000 | TODD `2` STATE 3 | TEXACO EXPL&PROD INC | |
| 30015281060000 | TODD '2' STATE 4 | TEXACO EXPL&PROD INC | |
| 30015281070000 | TODD '2' STATE 5 | TEXACO EXPL&PROD INC | |
| 30015281080000 | TODD '2' STATE 6 | TEXACO EXPL&PROD INC | |
| 30015281100000 | TODD '2' STATE 7 | TEXACO EXPL&PROD INC | |
| 30015281110000 | TODD '2' STATE 8 | TEXACO EXPL&PROD INC | |
| 30015281120000 | TODD '2' STATE 9 | TEXACO EXPL&PROD INC | |
| 30015281130000 | TODD '2' STATE 10 | TEXACO EXPL&PROD INC | |
| 30015281140000 | TODD '2' STATE 11 | TEXACO EXPL&PROD INC | |
| 30015281200000 | SUNDANCE '1' FEDERA 3 | OXY USA INC | |
| 30015281760000 | SUNDANCE '1' FEDERA 4 | CHEVRON U S A INCORPORATED | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015281980000 | TODD '36L' STATE 4 | P | |
| 30015281980001 | TODD 36L STATE 4 | DEVON ENERGY PROD | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015285200000 | TODD '36F' STATE 6 | P | |
| 30015285210000 | TODO '3CK' CTATE E | DEVON ENERGY PRODUCTION COMPANY L | |
| 30013283210000 | TODD '36K' STATE 5 | P DEVON ENERGY PROPUSTION COMPANY | |
| 30015285220000 | TODD '36C' STATE 7 | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015285220001 | TODD 36 C STATE 7 | DEVON ENERGY PROD | |
| 30015286260000 | SOTOL 'A' FEDERAL 3 | CHEVRON U S A INCORPORATED | |
| 30015286510000 | SOTOL FEDERAL 3 | CHEVRON U S A INCORPORATED | |
| 30015286510001 | SOTOL FEDERAL 3 | SONAT EXPLINC | |
| 30015286520000 | SOTOL FEDERAL 4 | SONAT EXPLINC | |
| 30015286530000 | SOTOL FEDERAL 5 | | |
| 30015286530000 | | CHEVRON U S A INCORPORATED | |
| | SOTOL FEDERAL 5 | SONAT EXPLINE | |
| 30015286550000 | LOTOS '11-F'FEDERAL 1 | SONAT EXPLING | |
| 30015286560000 | SOTOL 'A' FEDERAL 2 | SONAT EXPL INC | |
| 30015286720000 | LOTOS `11` FEDERAL 1 | CHEVRON U S A INCORPORATED | |

| | | DEVON ENERGY PRODUCTION COMPANY L | |
|----------------|---------------------------------------|---|--|
| 30015287620000 | TODD '36N' STATE 14 | Ρ | |
| 30015287650000 | SUNDANCE '1' FEDERAL 4 SONAT EXPL INC | | |
| | | DEVON ENERGY PRODUCTION COMPANY | |
| 30015288150000 | TODD '36M' STATE 13 P | | |
| 30015288210000 | LOTOS '11 F' FEDERA 2 | CHEVRON U S A INCORPORATED | |
| 30015288210001 | LOTOS '11 F' FEDERA 2 | SONAT EXPL INC | |
| 30015288240000 | SUNDANCE '1' FEDERAL 5 | POGO PRODUCING CO | |
| 30015288640000 | SOTOL FEDERAL 6 | CHEVRON U S A INCORPORATED | |
| 30015288650000 | SOTOL FEDERAL 7 | CHEVRON U S A INCORPORATED | |
| 30015289050000 | TODD '2' STATE 4 | CHEVRON U S A INCORPORATED | |
| 30015289060000 | TODD '2' STATE 3 | CHEVRON U S A INCORPORATED | |
| 30015289360000 | LOTOS `12-G` FEDERAL 1 | SONAT EXPL INC | |
| 30015290710000 | SOTOL FEDERAL 8 | SONAT EXPL INC | |
| 30015290720000 | SOTOL FEDERAL 9 | SONAT EXPL INC | |
| 30015290730000 | SOTOL `A` FEDERAL 4 | SONAT EXPL INC | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015291020000 | TODD '36B' STATE 15 | Р | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015292920000 | TODD '36G' STATE 8 | P | |
| 20015202020000 | TODD '3511' 57475 47 | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015292930000 | TODD '36H' STATE 17 | P | |
| 30015292940000 | TODD '36A' STATE 16 | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015293660000 | TODD '2' STATE 5 | - | |
| 30013293000000 | TODD 2 STATES | CHEVRON U S A INCORPORATED DEVON ENERGY PRODUCTION COMPANY L | |
| 30015294040000 | TODD '36J' STATE 9 | p | |
| | 1000 307 317 123 | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015294050000 | TODD '360' STATE 10 | P | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015294060000 | TODD '361' STATE 18 | P | |
| | | DEVON ENERGY PRODUCTION COMPANY L | |
| 30015294070000 | TODD '36P' STATE 19 | Р | |
| 30015294400000 | LOTOS `11-D` FEDERA 1 | CHEVRON U S A INCORPORATED | |
| 30015294410000 | LOTOS '11' FEDERAL 2 | SONAT EXPL INC | |
| 30015296020000 | HEAVY METAL `12` FE 1 | MESQUITE SWD INCORPORATED | |
| 30015296020001 | HEAVY METAL `12` FE 1 | MESQUITE SWD INCORPORATED | |
| 30015296030000 | HEAVY METAL '14' FE 1 | SANTA FE ENRG RES | |
| 30015296390000 | TODD '36L' STATE 20 | DEVON ENERGY CORP | |
| 30015296400000 | TODD '36N' STATE 21 | DEVON ENERGY CORP | |
| 30015296860000 | SUNDANCE '1' FEDERA 8 | OXY USA INC | |
| 30015298220000 | LOTOS `11-D` FEDERAL 2 | SONAT EXPL INC | |
| 30015298230000 | LOTOS '11' FEDERAL 3 | SONAT EXPL INC | |
| 30015300610000 | SUNDANCE '1' FEDERA 7 | OXY USA INC | |
| 30015300720000 | TODD '2' STATE 6 | SONAT EXPL INC | |

| 30015300730000 | TODD '2' STATE 7 | CHEVRON U S A INCORPORATED | |
|----------------|---|--------------------------------------|--|
| 30015300740000 | TODD '2' STATE 8 | SONAT EXPL INC | |
| 30015300750000 | TODD '2' STATE 9 | SONAT EXPL INC | |
| 30015300760000 | TODD '2' STATE 10 | CHEVRON U S A INCORPORATED | |
| 30015300770000 | TODD '2' STATE 11 | SONAT EXPL INC | |
| 30015302130000 | SUNDANCE '1' FEDERA 5 | OXY USA INC | |
| 30015308850000 | LOTOS 12-G FEDERAL 1 | RISING STAR ENRG LTD | |
| 30015316450000 | CAL-MON 12 | OXY USA INC | |
| 30015324160000 | TODD '2' STATE 12 | CHEVRON U S A INCORPORATED | |
| 30015324200000 | TODD '2' STATE 11 | CHEVRON U S A INCORPORATED | |
| 30015325000000 | · - · · · · · · · · · · · · · · · · · · | CHEVRON U S A INCORPORATED | |
| 30015325570000 | SOTOL FEDERAL 8 | RICKS EXPL INC | |
| 30015327620000 | SOTOL FEDERAL 9 | CHEVRON U S A INCORPORATED | |
| 30015327810000 | TODD 2 STATE 14 | CHEVRON U.S.A. INCORPORATED | |
| 30015330040000 | TODD 2 STATE 15 | CHEVRON U S A INCORPORATED | |
| 30015330330000 | SUNDANCE 1 FEDERAL 9 | POGO PRODUCING CO | |
| 30015338930000 | SUNDANCE 1 FEDERAL 9 | POGO PRODUCING CO | |
| 30015349700000 | CALMON 13 | POGO PRODUCING CO | |
| 30015349710000 | CALMON 15 | POGO PRODUCING CO | |
| 30015349720000 | CALMON 14 | POGO PRODUCING CO | |
| 30015360690000 | LOTOS 14 FEDERAL 1 | CHEVRON U S A INCORPORATED | |
| 30015373650000 | PETROGULF BJT FEDER 1 | YATES PETROLEUM CORP | |
| 30015373650100 | PETROGULF BJT FEDER 1H | EOG Y RESOURCES INC | |
| 30015373670000 | PETROGULF BJT FEDER 2H | EOG Y RESOURCES INC | |
| 30015376050000 | SEABISCUIT FEDERAL 1H | COG OPERATING LIMITED LIABILITY CORP | |
| | SEABISCUIT FEDERAL COM | COS OF ENATING ENVITED CIABLETT CORP | |
| 30015376050100 | 1H | COG OPERATING LLC | |
| 30015376070000 | SEABISCUIT FEDERAL 2H | COG OPERATING LIMITED LIABILITY CORP | |
| 30015376070100 | SEABISCUIT FEDERAL 2H | COG OPERATING LIMITED LIABILITY CORP | |
| | | DEVON ENERGY PRODUCTION COMPANY | |
| 30015380440000 | TODD 36 B STATE 20H | P | |
| 3001538044000P | TODD 36 B STATE 20 | DEVON ENERGY CORPORATION | |
| | TODD '36B' STATE 020H | | |
| 30015380447000 | PILOT | DEVON ENERGY PROD | |
| 30015391910000 | CANVASBACK '13' FED 1H | COG PRODUCTION LLC | |
| 30015405380000 | CANVASBACK '13' FED 2H | COG PRODUCTION LLC | |
| 30015415290000 | CANVASBACK 13 FEDER 3H | COG PROD LLC | |
| 30015415520000 | CANVASBACK 13 FEDER 4H | COG PRODUCTION LLC | |
| 30015415630000 | HOOFPRINT FEDERAL C 2H | COG OPERATING LLC | |
| 30015415630100 | SEABISCUIT FEDERAL 4H | COG OPERATING LIMITED LIABILITY CORP | |
| 30015416200000 | HOOFPRINT FEDERAL C 1H | COG OPERATING LIMITED LIABILITY CORP | |
| 30015431400000 | CAL-MON FEDERAL 21H PILOT | OXY U S A INC | |

| CAL MON '35' FEDERAL | | |
|---|--|--|
| 041H | OXY U S A INC | |
| CAL-MON '35' FEDERAL | | |
| 041H | OXY U S A INC | |
| CAL-MON '35' FEDERAL | | |
| 171H | OXY U S A INC | |
| CAL-MON '35' FEDERAL | | |
| 171H | OXY U S A INC | |
| CONTINENTAL-FED 1 | HANKAMER CURTIS CORP | |
| FEDERAL 'CL' 1 | AMOCO PROD CO | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE '6' FEDE 6 | Р | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE `7` FEDE 2 | Р | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE `7` FEDE 2 | Р | |
| MESA VERDE `7` FEDE 2 | SANTA FE ENRG RES | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE `6` FEDE 8 | Р | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| | Р | |
| | XTO ENERGY INCORPORATED | |
| | TEXACO EXPL&PROD INC | |
| SDE '31' FEDERAL 1 | XTO ENERGY INCORPORATED | |
| SDE '31' FEDERAL 2 | XTO ENERGY INCORPORATED | |
| SDE '31' FEDERAL 2 | TEXACO EXPL&PROD INC | |
| SDE FEDERAL '31' 3 TEXACO EXPL&PROD INC | | |
| SDE `31` FEDERAL 4 | XTO ENERGY INCORPORATED | |
| SDE 31 FEDERAL 4 | XTO ENERGY INC | |
| MESA VERDE '6' FEDE 10 | SANTA FE ENRG RES | |
| MESA VERDE 6 FEDERAL 10 | DEVON ENERGY PROD | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE 6 FEDERA 10H | P | |
| MESA VERDE '6' FEDERAL 11 | SANTA FE ENRG RES | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE '6' FEDE 14 | Р | |
| | DEVON ENERGY PRODUCTION COMPANY L | |
| MESA VERDE '6' FEDE 14 | Р | |
| SDE '31' FEDERAL 7 | TEXACO EXPL&PROD INC | |
| SDE '31' FEDERAL 8 | XTO ENERGY INCORPORATED | |
| SDE '31' FEDERAL 8 | XTO ENERGY INCORPORATED | |
| SDE '31' FEDERAL 14 | XTO ENERGY INCORPORATED | |
| SDE '31' FEDERAL 14 | XTO ENERGY INCORPORATED | |
| SDE '31' FEDERAL 13 | TEXACO EXPL&PROD INC | |
| MESA VERDE '6' FEDERAL 13 | SANTA FE ENRG RES | |
| | CAL-MON '35' FEDERAL 041H CAL-MON '35' FEDERAL 171H CAL-MON '35' FEDERAL 171H CONTINENTAL-FED 1 FEDERAL 'CL' 1 MESA VERDE '6' FEDE 6 MESA VERDE '7' FEDE 2 MESA VERDE '7' FEDE 2 MESA VERDE '6' FEDE 8 MESA VERDE '6' FEDE 8 MESA VERDE 6 FEDERAL 1 SDE '31' FEDERAL 1 SDE '31' FEDERAL 1 SDE '31' FEDERAL 2 SDE '31' FEDERAL 2 SDE '31' FEDERAL 4 SDE '31' FEDERAL 4 MESA VERDE 6 FEDERAL 10 MESA VERDE 6 FEDERAL 10 MESA VERDE 6 FEDERAL 10 MESA VERDE 6 FEDERAL 10 MESA VERDE 6 FEDERAL 10 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 6 FEDERAL 11 MESA VERDE 16' FEDE 14 SDE '31' FEDERAL 8 SDE '31' FEDERAL 14 SDE '31' FEDERAL 14 SDE '31' FEDERAL 14 | |

| 30025330750000 | MESA VERDE '6' FEDERAL 9 | SANTA FE ENRG RES |
|----------------------|---------------------------|-----------------------------------|
| 30025330760000 | MESA VERDE '6' FEDERAL 12 | SANTA FE ENRG RES |
| | | DEVON ENERGY PRODUCTION COMPANY L |
| 30025331030000 | MESA VERDE '7' FEDE 7 | Р |
| | | DEVON ENERGY PRODUCTION COMPANY L |
| 30025331030001 | MESA VERDE '7' FEDE 7 | Р |
| 30025331030002 | MESA VERDE '7' FEDE 7 | SANTA FE/SNYDER CORP |
| 30025336260000 | DIAGA '18' FEDERAL 1 | OXY USA INC |
| 30025336260001 | DIAGA `18` FEDERAL 1 | POGO PRODUCING CO |
| 30025336260002 | DIAGA '18' FEDERAL 1 | POGO PRODUCING CO |
| | | DEVON ENERGY PRODUCTION COMPANY |
| 30025364670000 | MESA VERDE 6 FEDERA 9 | Р |
| 30025364670001 | MESAVERDE 6 FEDERAL 9 | DEVON ENERGY PROD |
| 30025364680000 | MESA VERDE 6 FEDERAL 13 | DEVON ENERGY PROD |
| 30025381380000 | SDE 31 FEDERAL 16 | XTO ENERGY INCORPORATED |
| | | DEVON ENERGY PRODUCTION COMPANY |
| 30025394440000 | MESA VERDE 7 FEDERA 3 | Р |
| 30025395860000 | MESA VERDE '7' FEDE 4 | DEVON ENERGY PROD |
| 30025397420000 | GOLDENEYE '18' FEDE 1H | COG PRODUCTION LLC |
| 30025397690000 | MESA VERDE '7' FEDERAL 5 | DEVON ENERGY PROD |
| 30025397700000 | MESA VERDA '7' FEDERAL 6 | DEVON ENERGY PROD |
| 30025397710000 | MESA VERDE '7' FEDERAL 8 | DEVON ENERGY PROD |
| 30025434730000 | STATION SWD 001 | MESQUITE SWD INC |
| SND_12_01_FED_002_1H | SND_12_01_FED_002_1H | |
| | SND_12_01_FED_002_2H | |
| SND 12 01 FED 002 3H | | |



DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance: New Mexico One Call - www.nmonecall.org.

| NW FRAC POND CORNER | | | NE F | RAC POND C | ONER |
|---|---|---------|---|---|---------|
| X= | 678,804 | NAD 27 | X= | 679,704 | NAD 27 |
| Y= | 447,428 | | Y= | 447,428 | |
| LAT. | 32.228775 | | LAT. | 32.228762 | |
| LONG. | 103.755101 | | LONG. | 103.752191 | |
| X= | 719,988 | NAD83 | X= | 720,888 | NAD83 |
| Υ= | 447,487 | | Y= | 447,487 | |
| LAT. | 32.228898 | | LAT. | 32.228885 | |
| LONG. | 103.755584 | | LONG. | 103.752674 | |
| ELEVA | TION +3517' N | IAVD 88 | ELEVA' | TION +3522' N | 88 DVAI |
| SW FRAC POND CORNER | | | | | |
| SW FF | RAC POND CO | ORNER | SE FF | RAC POND CO | RNER |
| | | | | 679,704 | |
| | 678,804 | | | 679,704 | |
| X= Y= | 678,804 | NAD 27 | X= Y= | 679,704 | |
| X= Y= LAT. | 678,804 446,528 | NAD 27 | X= Y= LAT. | 679,704 446,528 | |
| X= Y= LAT. LONG. | 678,804 446,528 32.226301 | NAD 27 | X= Y= LAT. LONG. | 679,704 446,528 32.226288 | NAD 27 |
| X= Y= LAT. LONG. X= | 678,804 446,528 32.226301 103.755117 | NAD 27 | X= Y= LAT. LONG. X= | 679,704 446,528 32.226288 103.752207 | NAD 27 |
| X= Y= LAT. LONG. X= Y= | 678,804 446,528 32.226301 103.755117 719,988 | NAD 27 | X= Y= LAT. LONG. X= Y= | 679,704 446,528 32.226288 103.752207 720,888 | NAD 27 |
| X= Y= LAT. LONG. X= Y= LAT. | 678,804 446,528 32.226301 103.755117 719,988 446,587 | NAD 27 | X= Y= LAT. LONG. X= Y= LAT. | 679,704 446,528 32.226288 103.752207 720,888 446,587 | NAD 27 |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC.
I, Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

Not to be used for construction, bidding, recordation, conveyance, sales, or engineering design.



Robert L. Lastrapes Registration No. 23006

| PROPOSED FRAC POND | | | | |
|-------------------------|---------|--------|--|--|
| COURSE BEARING DISTANCE | | | | |
| 1 | NORTH | 900.00 | | |
| 2 | 900.00' | | | |
| 3 | 3 SOUTH | | | |
| 4 | 4 WEST | | | |

| CENTERLINE PROPOSED ACCESS ROAD | | | | |
|---------------------------------|-------------------|---------|--|--|
| COURSE BEARING DISTANCE | | | | |
| 5 | 5 S 00° 24' 44" E | | | |
| 6 | EAST | 531.87' | | |

SURFACE USE PLAT

PAGE 2 OF 2

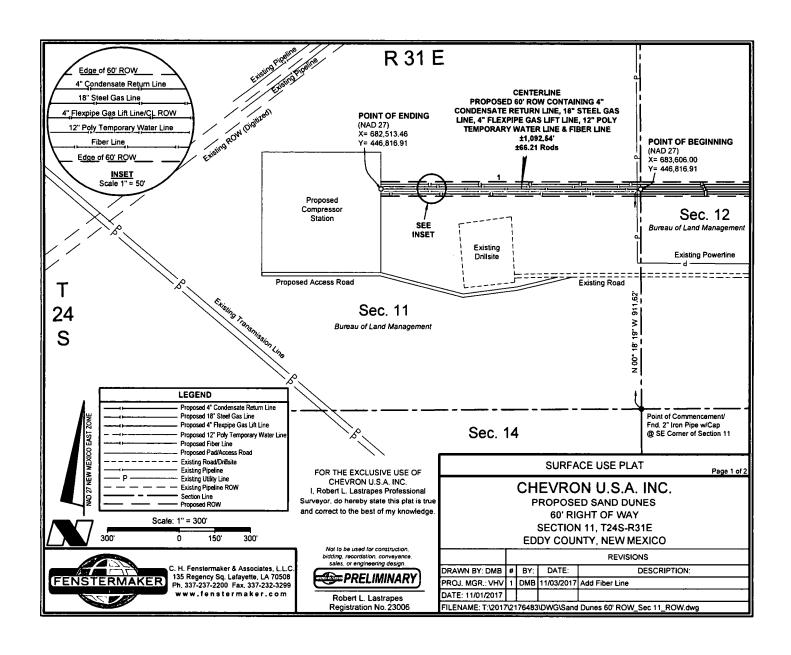
CHEVRON U.S.A. INC.

PROPOSED
SAND DUNES FRAC POND & ACCESS ROAD
SECTION 11, T24S-R31E
EDDY COUNTY, NEW MEXICO



C. H. Fenstermaker & Associates, L.L.C. 135 Regency Sq. Lafayette, LA 70508 Ph. 337-237-2200 Fax. 337-232-3299 www.fenstermaker.com

| | | REVISIONS | | | |
|-------------------|-----|-----------|------------|----------------------------------|--|
| DRAWN BY: DMB | # | BY: | DATE: | DESCRIPTION: | |
| PROJ. MGR.: VHV | 1 | DMB | 10/31/2017 | Added Proposed Access Road | |
| DATE: 09/25/2017 | | | | | |
| FILENAME: T:\2017 | 7\2 | 176483 | \DWG\Sand | Dunes Frac Pond. Sec 11. SUP dwg | |



DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables. PVC pipelines, etc. may exist undetected on site.

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance: New Mexico One Call - www.nmonecall.org.

METES AND BOUNDS DESCRIPTION OF A PROPOSED 60' ROW SECTION 11, T24S-R31E EDDY COUNTY, NEW MEXICO

BBUBUSED W. BUM

Survey of the centertine of a Proposed 60 foot wide ROW easement with 30 feet on each side of centerfine, containing 1,092.54 feet or 66.21 Rods crossing Bureau of Land Management land in Section 11 of Township 24 South Range 31 East, Eddy County, New Mexico.

COMMENCING at a Found 2: Iron Pipe with Cap, located at the Southeast Corner of said Section 11
Township 24 South Range 31 East, THENCE North 00 degrees 18 minutes 19 seconds West 911.62 feet to the Point of Beginning at the common section fine between Sections 11 and 12, ead Point of Beginning haring the following coordinates: X= 683,506,00 and Y= 446,816.91 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

THENCE West 1,092.54 feet to Point of Ending having the following coordinates: X= 682,513.46 and Y= 446,816.91 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

The bearings recited hereon are oriented to New Mexico State Plane Coordinate System, East Zone, NAD 27.

This description represents a survey made on the ground for the centerline of a Proposed ROW and intended solely for that purpose. This description does not represent a boundary survey.

| CENTERLINE PROPOSED 60' ROW | | | | | |
|-----------------------------|--|--|--|--|--|
| COURSE BEARING DISTANCE | | | | | |
| 1 WEST 1092.54 | | | | | |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC.

I, Robert L. Lastrapes Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

Not to be used for construction, bidding, recordation, conveyance, sales, or engineering design.



Robert L. Lastrapes Registration No. 23006 SURFACE USE PLAT

Page 2 of 2

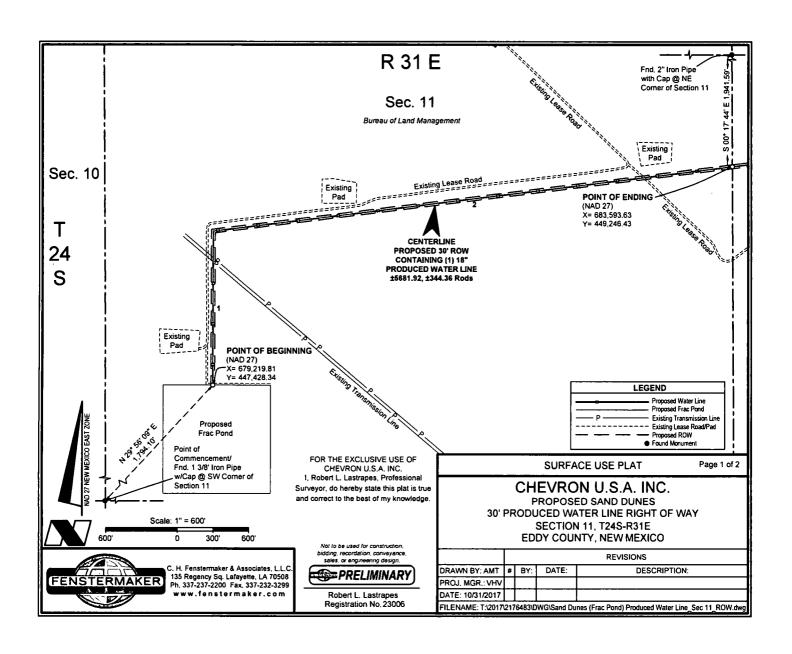
CHEVRON U.S.A. INC.

PROPOSED SAND DUNES 60' RIGHT OF WAY SECTION 11, T24S-R31E EDDY COUNTY, NEW MEXICO

| | | | | REVISIONS |
|-------------------|-------------|-------|------------|------------------------------|
| DRAWN BY: DMB | # | BY: | DATE: | DESCRIPTION: |
| PROJ. MGR.: VHV | 1 | DMB | 11/03/2017 | Add Fiber Line |
| DATE: 11/01/2017 | | | | |
| FILENAME: T:\2017 | \2 1 | 76483 | NDWG\Sand | Dunes 60' ROW_Sec 11_ROW.dwg |
| | | | | |



C. H. Fenstermaker & Associates, L.L.C 135 Regency Sq. Lafayette, LA 70508 Ph. 337-237-2200 Fax. 337-232-3299 www.fenstermaker.com



DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state. and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance, New Mexico One Call www.nmonecall.org

METES AND BOUNDS DESCRIPTION OF A PROPOSED 30' PRODUCED WATER LINE ROW SECTION 11, T24S-R31E EDDY COUNTY, NEW MEXICO

PROPOSED 30' PRODUCED WATER LINE ROW

Survey of the centerline of a Proposed 30 foot wide Produced Water Line ROW easement with 15 feet on each side of centerline, 5,681.92 feet or 344.36 Rods crossing Bureau of Land Management land in Section 11 of Township 24 South Range 31 East, Eddy County, New Mexico.

COMMENCING at a Found 1 3/6* fron Pipe with Cap, located at the Southwest Comer of said Section 11 Township 24 South Range 31 East; THENCE North 29 degrees 56 minutes 09 seconds East 1,794.10 feet to the POINT OF BEGINNING, said POINT OF BEGINNING having the following coordinates: X=679,219.81 and Y=447,428.34 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

THENCE North 00 degrees 14 minutes 55 seconds East 1,280.73 feet to a point;

THENCE North 82 degrees 59 minutes 13 seconds East 4,401.19 feet to the POINT OF ENDING at the common section line between Sections 11 and 12, said POINT OF ENDING having the following coordinates: X= 683,593.63 and Y= 449,246.43 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

The bearings recited hereon are oriented to New Mexico State Plane Coordinate System, East Zone, NAD 27.

This description represents a survey made on the ground for the centerline of a Proposed Produced Water Line ROW and intended solely for that purpose. This description does not represent a boundary survey.

| CENTERLINE PROPOSED 30' PRODUCED WATER LINE ROW | | | | | |
|---|-----------------|----------|--|--|--|
| COURSE | BEARING | DISTANCE | | | |
| 1 | N 00° 14' 55" E | 1280,73 | | | |
| 2 | N 82° 59' 13" E | 4401.19 | | | |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I. Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

CHEVRON U.S.A. INC.

PROPOSED SAND DUNES 30' PRODUCED WATER LINE RIGHT OF WAY **SECTION 11, T24S-R31E**

SURFACE USE PLAT

Page 2 of 2

EDDY COUNTY, NEW MEXICO

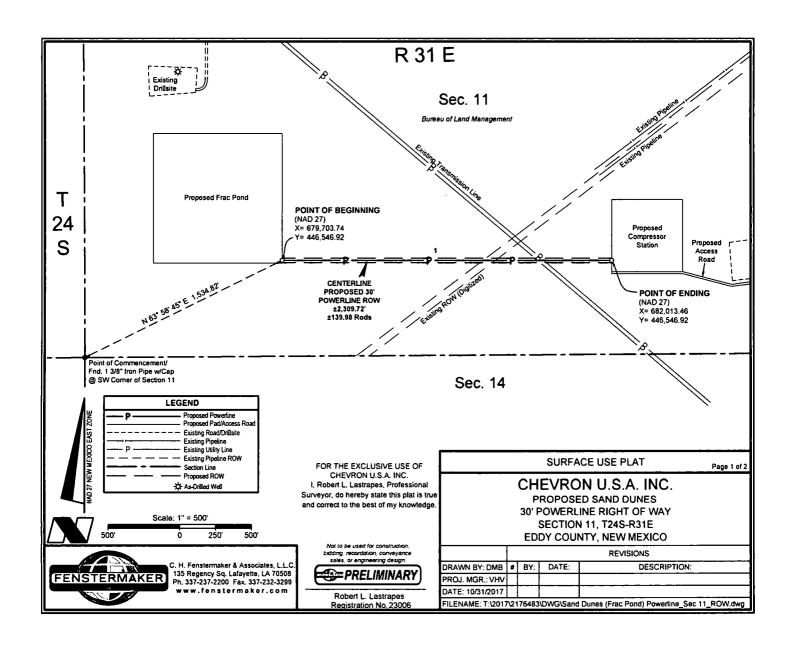
REVISIONS DESCRIPTION: DRAWN BY: AMT # BY: DATE PROJ. MGR.: VHV DATE: 10/31/2017 FILENAME: T:2017\2176483\DWG\Sand Dunes (Frac Pond) Produced Water Line_Sec 11_ROW.dwg

C. H. Fenstermaker & Associates, L.L.C. FENSTERMAKER 135 Regency Sq. Lafayette, LA 70508 Ph. 337-237-2200 Fax. 337-232-3299

Not to be used for construction, bidding, recordation, conveyence sales, or engineering design. PRELIMINARY



Robert L. Lastrapes Registration No. 23006



DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE: Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance: New Mexico One Call www.nmonecall.org.

METES AND BOUNDS DESCRIPTION OF A PROPOSED 30' POWERLINE ROW EDDY COUNTY, NEW MEXICO

PROPOSED 30' POWERLINE ROW

Survey of the centerfine of a Proposed 30 foot wide Powerline ROW easement with 15 feet on each side of centerfine, containing 2,309,72 feet or 139,98 rods crossing Bureau of Land Management land in Section 11 of Township 24 South Range 31 East, Eddy County, New Mexico.

COMMENCING at a Found 1 3/8" Iron Pipe with Cap, located at the Southwest Corner of said Section 11 Township 24 South Range 31 East THENCE North 63 degrees 58 minutes 45 seconds East 1,534,82 feet to the Point of Beginning, said Point of Beginning having the following coordinates: X=679,703,74 and Y=445,546.92 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

THENCE East 2,309.72 feet to Point of Ending having the following coordinates: X= 682,013.46 and Y= 446,546.92 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

The bearings recited hereon are oriented to New Mexico State Plane Coordinate System, East Zone, NAD 27.

This description represents a survey made on the ground for the centertine of a Proposed Powertine ROW and intended solely for that purpose. This description does not represent a boundary survey.

| CENTERLINE PROPOSED 30' POWERLINE ROW | | | | | |
|---------------------------------------|---------|----------|--|--|--|
| COURSE | BEARING | DISTANCE | | | |
| 1 | EAST | 2309.72 | | | |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC.

I. Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

SURFACE USE PLAT

Page 2 of 2

CHEVRON U.S.A. INC. PROPOSED SAND DUNES 30' POWERLINE RIGHT OF WAY **SECTION 11, T24S-R31E**

EDDY COUNTY, NEW MEXICO REVISIONS DESCRIPTION: DRAWN BY: DMB # DATE: BY: PROJ. MGR.: VHV DATE: 10/31/2017 FILENAME: T:\2017\2176483\DWG\Sand Dunes (Frac Pond) Powerline_Sec 11_ROW.dwg

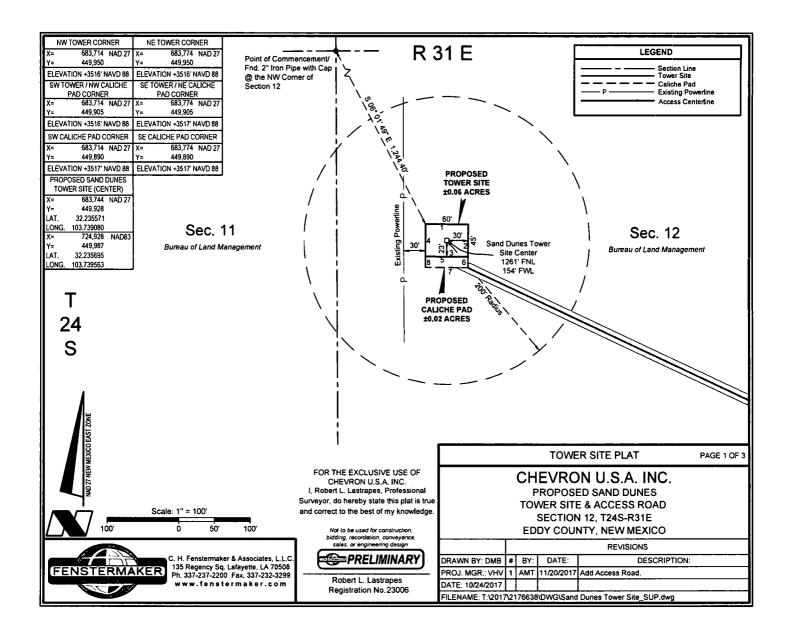
FENSTERMAKER

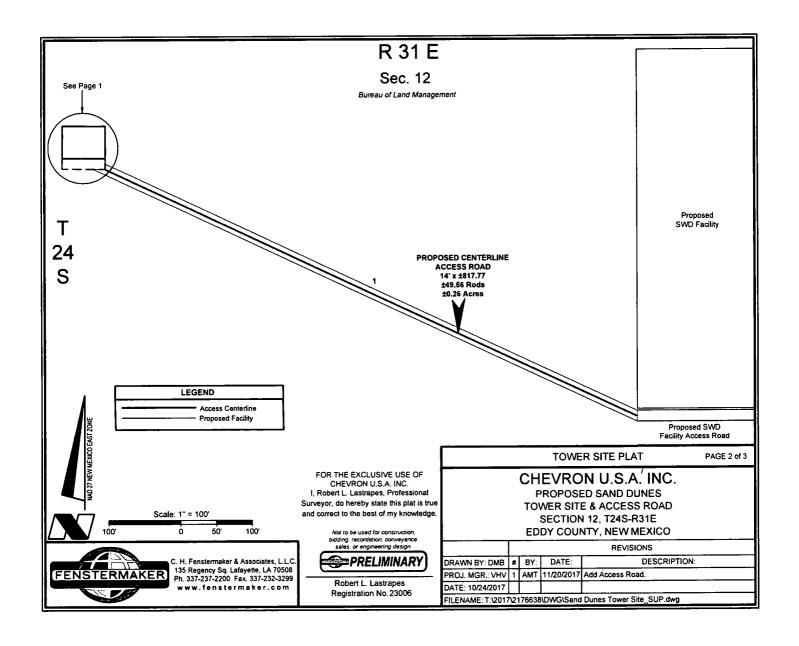
C. H. Fenstermaker & Associates, L.L.C 135 Regency Sq. Lafayette, LA 70508 Ph. 337-237-2200 Fax. 337-232-3299 www.fenstermaker.com

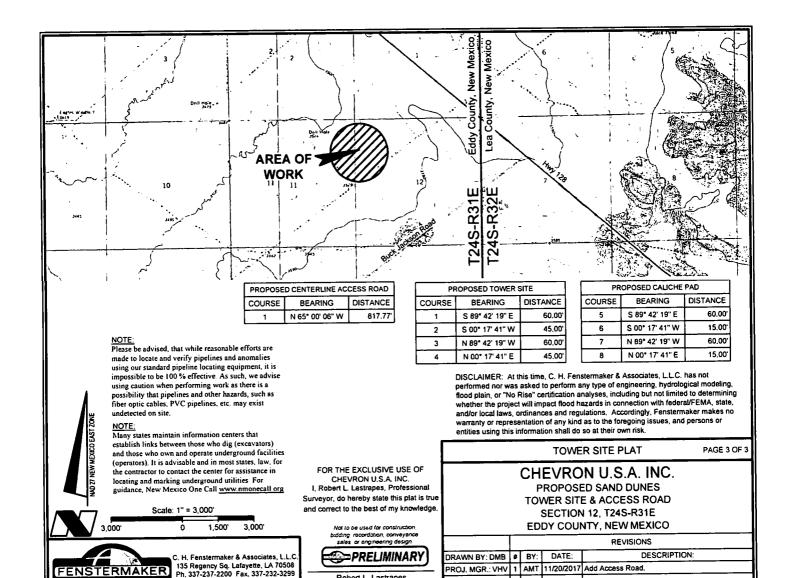
Not to be used for construction



Robert L. Lastrapes Registration No. 23006







Robert L. Lastrapes

Registration No. 23006

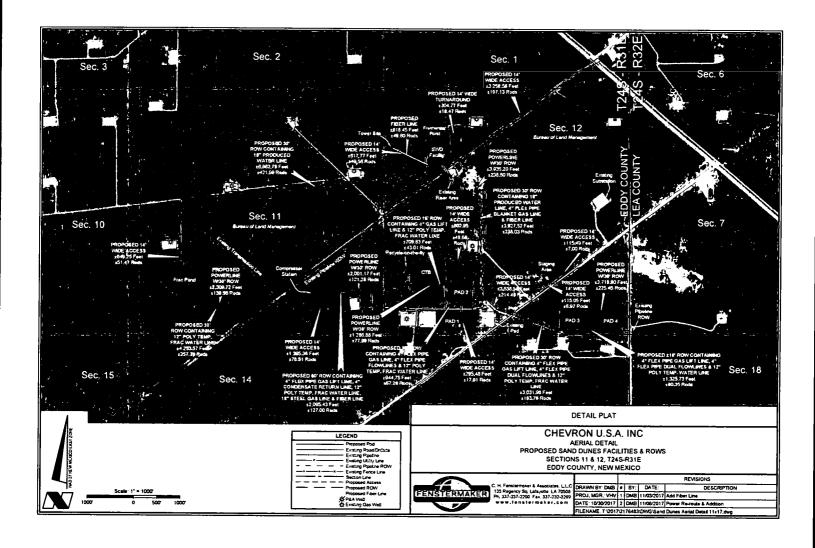
FENSTERMAKER

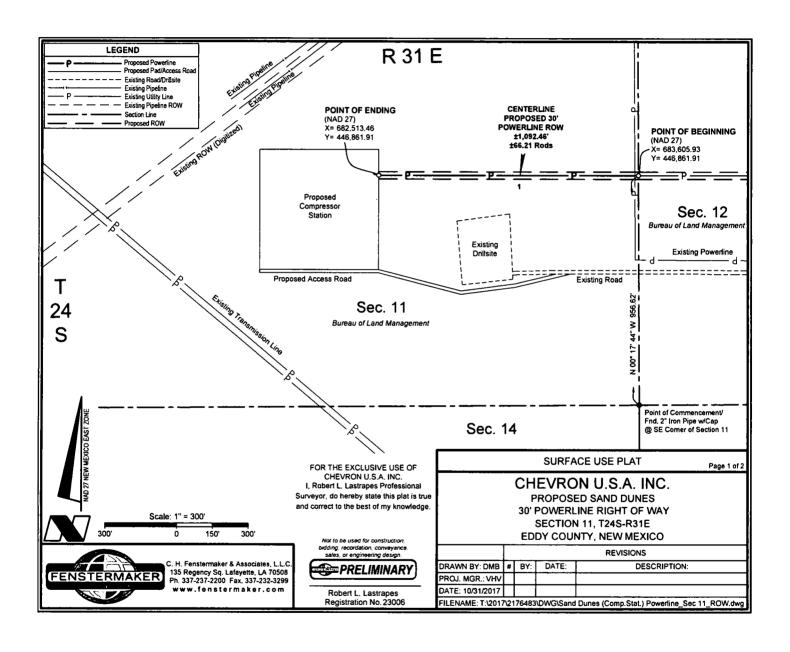
ww fenstermaker.com

PROJ. MGR.: VHV 1 AMT 11/20/2017 Add Access Road.

FILENAME: T:\2017\2176638\DWG\Sand Dunes Tower Site_SUP.dwg

DATE: 10/24/2017





DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:
Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

NOTE:
Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance: New Mexico One Call www.nmonecall.org.

METES AND BOUNDS DESCRIPTION OF A PROPOSED 30' POWERLINE ROW SECTION 11, T24S-R31E EDDY COUNTY, NEW MEXICO

Survey of the centerline of a Proposed 30 foot wide Powertine ROW easement with 15 feet on each side of centerfine, containing 1,092.46 feet or 66.21 Rods crossing Bureau of Land Management land in Section 11 of Township 24 South Range 31 East, Eddy County, New Mexico.

COMMENCING at a Found 2" Iron Pipe with Cap, located at the Southeast Corner of said Section 11 Township 24 South Range 31 East; THENCE North 00 degrees 17 minutes 44 seconds East 956.62 feet to the Point of Beginning at the common section line between Sections 11 and 12, said Point of Beginning having the following coordinates: X= 683,605.93 and Y= 446,861.91 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

THENCE West 1,092.46 feet to Point of Ending having the following coordinates: X= 682,513.46 and Y= 446,861,91 (New Mexico State Plane Coordinate System, East Zone, NAD 27).

The bearings recited hereon are oriented to New Mexico State Plane Coordinate System, East Zone, NAD 27.

This description represents a survey made on the ground for the centerfine of a Proposed Powerline ROW and intended solely for that purpose. This description does not represent a boundary survey.

| _ | ENTERLINE PROPOS 30' POWERLINE RO | |
|--------|--------------------------------------|----------|
| COURSE | BEARING | DISTANCE |
| 1 | WEST | 1092.46 |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I, Robert L. Lastrapes Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

Not to be used for construction bidding recordation, conveyars seles, or engineering design recordation conveyance.



Robert L. Lastrapes Registration No. 23006 SURFACE USE PLAT

Page 2 of 2

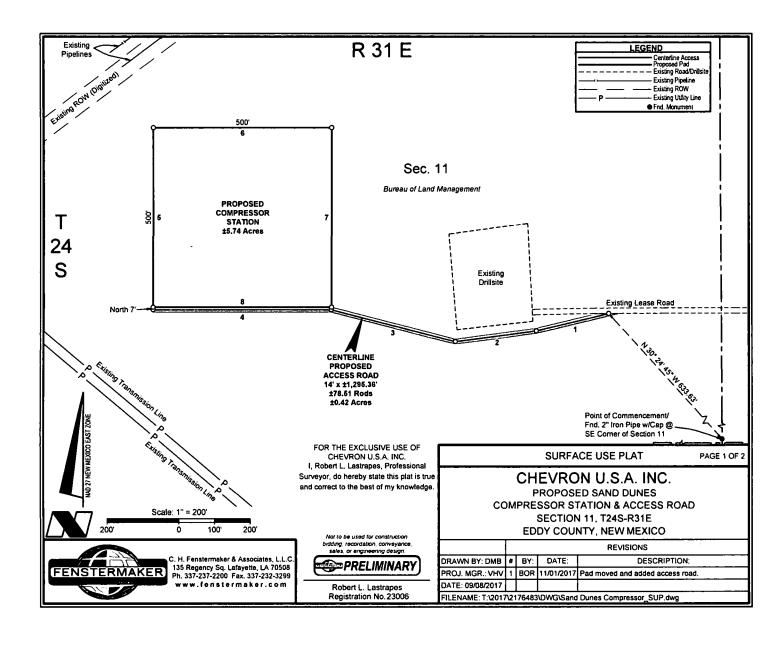
CHEVRON U.S.A. INC.

PROPOSED SAND DUNES 30' POWERLINE RIGHT OF WAY **SECTION 11, T24S-R31E** EDDY COUNTY, NEW MEXICO

| | | | | REVISIONS |
|-------------------|--------------|-------|-----------|---|
| DRAWN BY: DMB | # | BY: | DATE: | DESCRIPTION: |
| PROJ. MGR.: VHV | | | | |
| DATE: 10/31/2017 | | | | |
| FILENAME: T:\2017 | 7 \21 | 76483 | \DWG\Sand | Dunes (Comp.Stat.) Powerline_Sec 11_ROW.dwg |



C. H. Fenstermaker & Associates www.fenstermaker.com



DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:
Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

NOTE:
Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance, New Mexico One Call www.nmonecall.org

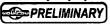
| NW CO | MPRESSOR S | NOITATE | NE CO | MPRESSOR S | NOITAT |
|---------------------------------------|--|---------|---------------------------------------|--|---------|
| | CORNER | | | CORNER | |
| X= | 682,013 | NAD 27 | X= | 682,513 | NAD 27 |
| Y= | 446,970 | | Y= | 446,970 | |
| LAT. | 32.227466 | | LAT. | 32.227458 | |
| LONG. | 103,744730 | | LONG. | 103,743113 | |
| X= | 723,198 | NAD83 | X= | 723,698 | NAD83 |
| Y= | 447,029 | | Y= | 447,029 | |
| LAT. | 32.227589 | | LAT. | 32.227582 | |
| LONG. | 103.745212 | | LONG. | 103.743596 | |
| ELEVA: | TION +3543' N | 88 CVAI | ELEVA | TION +3542' N | 88 GVAI |
| | | | | | |
| SW CO | MPRESSOR S | NOITAT | SE CO | MPRESSOR S | TATION |
| SW CO | MPRESSOR S CORNER | STATION | SE CO | MPRESSOR S CORNER | TATION |
| SW CO | CORNER | NAD 27 | | | |
| | CORNER | | | CORNER | |
| X= | CORNER 682,013 | | X= | CORNER 682,513 446,470 | |
| X= Y= LAT, | CORNER 682,013 446,470 | | X= Y= LAT. | CORNER 682,513 446,470 | |
| X= Y= LAT, | 682,013 446,470 32,226092 | | X= Y= LAT. LONG. | 682,513 446,470 32.226084 | |
| X= Y= LAT, LONG. | 682,013 446,470 32.226092 103,744739 | NAD 27 | X= Y= LAT. LONG. | CORNER 682,513 446,470 32.226084 103.743122 | NAD 27 |
| X= Y= LAT, LONG, | 682,013 446,470 32,226092 103,744739 723,198 | NAD 27 | X= Y= LAT. LONG. X= | CORNER 682,513 446,470 32,226084 103,743122 723,698 | NAD 27 |
| X= Y= LAT. LONG. X= Y= | CORNER 682,013 446,470 32.226092 103,744739 723,198 446,529 32.226215 | NAD 27 | X= Y= LAT. LONG. X= Y= | CORNER 682,513 446,470 32,226084 103,743122 723,698 446,529 32,226208 | NAD 27 |

| CENTERLINE PROPOSED ACCESS ROAD | | | | | |
|---------------------------------|-----------------|----------|--|--|--|
| COURSE | BEARING | DISTANCE | | | |
| 1 | S 76° 41' 50" W | 208.78 | | | |
| 2 | S 82° 32' 22" W | 229.43 | | | |
| 3 | N 75* 39' 11" W | 358.03' | | | |
| 4 | WEST | 499.12 | | | |

| PROPOSED COMPRESSOR STATION | | | | | |
|-----------------------------|---------|----------|--|--|--|
| COURSE | BEARING | DISTANCE | | | |
| 5 | NORTH | 500,00° | | | |
| 6 | EAST | 500.00 | | | |
| 7 | SOUTH | 500.00 | | | |
| 8 | WEST | 500,00 | | | |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I, Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

Not to be used for construction, bidding, recordation, conveyance, sales, or engineering design.



Robert L. Lastrapes Registration No. 23006 SURFACE USE PLAT

PAGE 2 OF 2

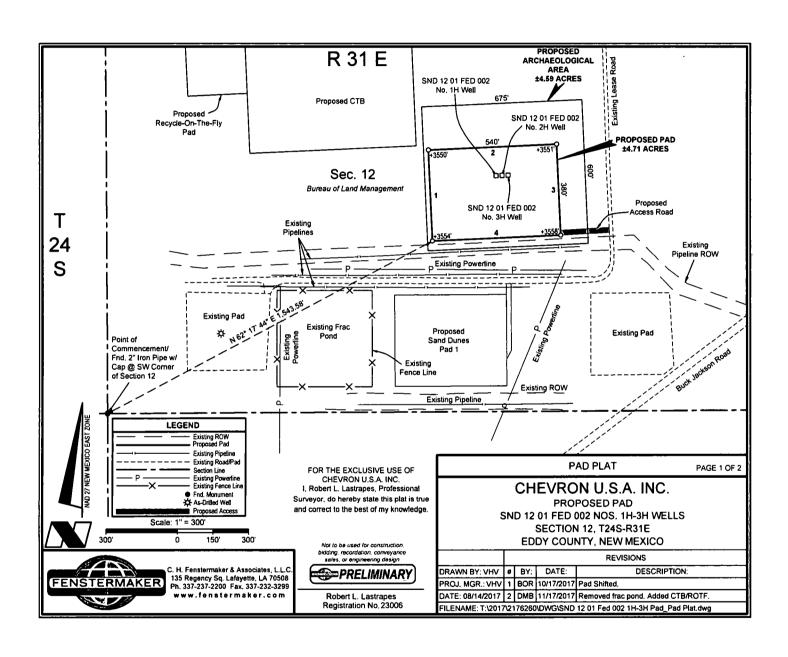
CHEVRON U.S.A. INC.

PROPOSED SAND DUNES **COMPRESSOR STATION & ACCESS ROAD SECTION 11, T24S-R31E EDDY COUNTY, NEW MEXICO**

| | | | | REVISIONS |
|-------------------|-------------|--------|------------|----------------------------------|
| DRAWN BY: DMB | # | BY: | DATE: | DESCRIPTION: |
| PROJ. MGR.: VHV | 1 | BOR | 11/01/2017 | Pad moved and added access road. |
| DATE: 09/08/2017 | | | | |
| FILENAME: T:\2017 | ^ 21 | 176483 | NDWG\Sand | Dunes Compressor_SUP.dwg |



www.fenstermaker.com



DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling. flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines. etc. may exist undetected on site.

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance, New Mexico One Call www.mmonecall.org

| PROPOSED PAD | | | | | |
|--------------|-----------------|----------|--|--|--|
| COURSE | BEARING | DISTANCE | | | |
| 1 | N 02° 34' 27" W | 380.00' | | | |
| 2 | N 87° 25' 33" E | 540,00' | | | |
| 3 | S 02* 34' 27" E | 380.00' | | | |
| 4 | S 87° 25' 33" W | 540.00 | | | |

| NW AR | CH. AREA CO | DRNER | NE AR | CH. AREA CO | RNER |
|-------|-------------|--------|-------|-------------|--------|
| X= | 684,932 | NAD 27 | X= | 685,606 | NAD 27 |
| Y= | 447,181 | | Y= | 447,212 | |
| LAT. | 32.228004 | | LAT. | 32.228077 | |
| LONG. | 103.735288 | | LONG. | 103.733107 | |
| X= | 726,116 | NAD83 | X= | 726,790 | NAD83 |
| Y= | 447,240 | | Y= | 447,271 | |
| LAT. | 32.228127 | | LAT. | 32.228200 | |
| LONG. | 103,735771 | | LONG. | 103,733590 | |
| SW AR | CH. AREA CO | ORNER | SE AR | CH. AREA CO | RNER |
| X= | 684,959 | NAD 27 | X= | 685,633 | NAD 27 |
| Y= | 446,582 | | Y= | 446,612 | |
| LAT. | 32.226356 | | LAT. | 32,226429 | |
| LONG. | 103.735212 | | LONG. | 103.733030 | |
| X= | 726,143 | NAD83 | X= | 726,818 | NAD83 |
| Y= | 446,641 | | Y= | 446,671 | |
| LAT, | 32.226480 | | LAT. | 32.226552 | |
| LONG. | 103.735694 | | LONG. | 103,733513 | |

| N/ | V PAD CORN | ER | N | E PAD CORN | ER |
|---|---|---------|---|---|---------|
| X= | 684,960 | NAD 27 | X= | 685,500 | NAD 27 |
| Y= | 447,003 | | Y= | 447,027 | - 1 |
| LAT. | 32.227512 | | LAT. | 32.227570 | |
| LONG. | 103.735200 | | LONG. | 103.733455 | |
| X= | 726,145 | NAD83 | X= | 726,684 | NAD83 |
| Y= | 447,061 | | Y= | 447,086 | |
| LAT. | 32.227635 | | LAT. | 32.227694 | |
| LONG. | 103.735682 | | LONG. | 103.733937 | |
| ELEVA" | LION +3220, V | IAVD 88 | ELEVA" | TION +3551' N | IAVD 88 |
| | | | | | |
| SV | V PAD CORN | ER | S | E PAD CORN | ER |
| SV X= | N PAD CORN 684,977 | | | | |
| - | | | | | |
| X= Y= | 684,977 | | X= Y= | 685,517 | |
| X= Y= LAT. LONG. | 684,977 446,623 32.226468 103.735151 | NAD 27 | X= Y= LAT. LONG. | 685,517 446,647 32.226526 103.733407 | NAD 27 |
| X= Y= LAT. LONG. | 684,977 446,623 32.226468 | NAD 27 | X= Y= LAT. LONG. | 685,517 446,647 32.226526 103.733407 | NAD 27 |
| X= Y= LAT. LONG. X= | 684,977 446,623 32.226468 103.735151 | NAD 27 | X= Y= LAT. LONG. X= | 685,517 446,647 32.226526 103.733407 | NAD 27 |
| X= Y= LAT. LONG. X= Y= | 684,977 446,623 32.226468 103.735151 726,162 | NAD 27 | X= Y= LAT. LONG. X= Y= | 685,517 446,647 32.226526 103.733407 726,701 | NAD 27 |
| X= Y= LAT. LONG. X= Y= LAT. | 684,977 446,623 32,226468 103,735151 726,162 446,682 | NAD 27 | X= Y= LAT. LONG. X= Y= LAT. | 685,517 446,647 32,226526 103,733407 726,701 446,706 | NAD 27 |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I, Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

Not to be used for construction, bidding recordation, conveyance, sales, or engineering design.



Robert L. Lastrapes Registration No. 23006 PAD PLAT

PAGE 2 OF 2

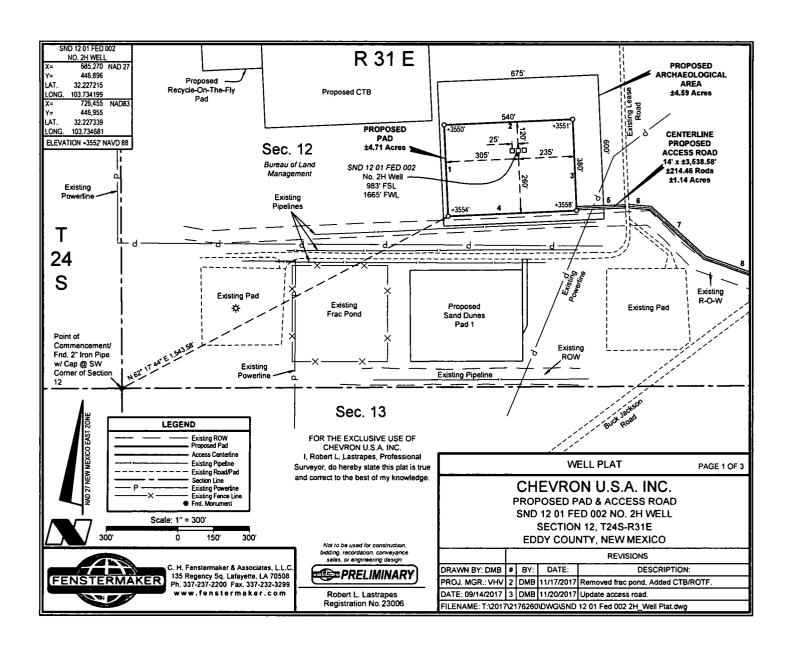
CHEVRON U.S.A. INC.

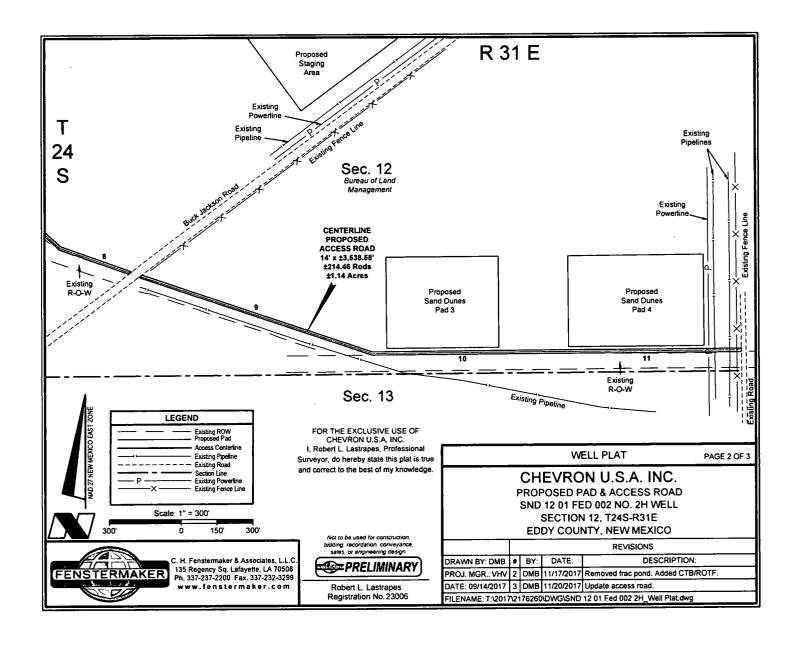
PROPOSED PAD SND 12 01 FED 002 NOS. 1H-3H WELLS **SECTION 12, T24S-R31E** EDDY COUNTY, NEW MEXICO

| | REVISIONS | | | |
|-------------------|-----------|-------|------------|--------------------------------------|
| DRAWN BY: VHV | # | BY: | DATE: | DESCRIPTION: |
| PROJ. MGR.: VHV | 1 | BOR | 10/17/2017 | Pad Shifted. |
| DATE: 08/14/2017 | 2 | DMB | 11/17/2017 | Removed frac pond. Added CTB/ROTF. |
| FILENAME: T:\2017 | Λ2· | 76260 | NDWG\SND | 12 01 Fed 002 1H-3H Pad_Pad Plat.dwg |



ww.fenstermaker.com





DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:
Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance, New Mexico One Call www.nmonecall.org

| NW ARCH, AREA CORNER | | NE ARCH, AREA CORNER | | | NW PAD CORNER | | NE PAD CORNER | | | | |
|--|--|----------------------|---|--|---------------|--|--|---|---------------------|--|--------|
| X= Y= LAT. LONG. X= Y= LAT. LONG. | 684,932 447,181 32.228004 103.735288 726,116 447,240 32.228127 103.735771 | NAD 27 | Y= LAT. LONG. | 685,606 447,212 32.228077 103.733107 726,790 447,271 32.228200 103.733590 | NAD 27 | X= Y= LAT. LONG. X= Y= LAT. LONG. | 684,960 447,003 32.227512 103.735200 726,145 447,061 32.227635 103.735682 | NAD 27 | Y= LAT, LONG. | 685,500 447,027 32.227570 103.733455 726,684 447,086 32.227694 103.733937 | NAD 27 |
| X= | | ORNER NAD 27 | SE ARCH. AREA CORNER X= 685,633 NAD 27 | | | TION +3550' N N PAD CORN | | ELEVATION +3551' NAVD 88 SE PAD CORNER | | | |
| Y= LAT, LONG. X= Y= | 446,582 32,226356 103,735212 726,143 446,641 | NAD83 | Y= LAT. LONG. X= Y= | 446,612 32.226429 103.733030 726,818 446,671 | NAD83 | X= Y= LAT. LONG, | 446,623 32.226468 103.735151 | NAD 27 | Y≃ LAT. LONG. | 685,517 446,647 32.226526 103.733407 | |
| LAT. LONG. | 32.226480 103.735694 | | LAT, LONG. | 32.226552 103.733513 | | X= Y= LAT, LONG. | 726,162 446,682 32,226591 103,735634 TION +3554' N | NAD83 | Y≃ LAT, LONG. | 726,701 446,706 32.226650 103,733889 TION +3558' N | NAD83 |

| PROPOSED PAD | | | | | |
|--------------|-----------------|----------|--|--|--|
| COURSE | BEARING | DISTANCE | | | |
| 1 | N 02* 34' 27" W | 380,00 | | | |
| 2 | N 87* 25' 33" E | 540.00 | | | |
| 3 | S 02* 34' 27" E | 380.00' | | | |
| 4 | S 87° 25' 33" W | 540.00 | | | |

| | | | | | |
|---------------------------------|-----------------|---------------------|--|--|--|
| CENTERLINE PROPOSED ACCESS ROAD | | | | | |
| COURSE | BEARING | DISTANCE | | | |
| 5 | N 86° 48' 56" E | 206.23 | | | |
| 6 | S 85° 29' 55" E | 92.50 | | | |
| 7 | S 47° 54' 40" E | 307.11 | | | |
| 8 | S 70° 23' 46" E | 310.58 | | | |
| 9 | S 71* 27' 51" E | 1021.76' | | | |
| 10 | N 89° 40' 31" E | 769.09 [.] | | | |
| 11 | N 89° 48' 10" E | 772.73 | | | |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC.

I, Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge.

WELL PLAT

PAGE 3 OF 3

CHEVRON U.S.A. INC.

PROPOSED PAD & ACCESS ROAD SND 12 01 FED 002 NO. 2H WELL SECTION 12, T24S-R31E

DRAWN BY: DMB # BY:

DATE:

EDDY COUNTY, NEW MEXICO

DESCRIPTION:

PROJ. MGR.: VHV 2 DMB 11/17/2017 Removed frac pond, Added CTB/ROTF.

DATE: 09/14/2017 3 DMB 11/20/2017 Update access road.

FILENAME: T:\2017\2176260\DWG\SND 12 01 Fed 002 2H_Well Plat.dwg

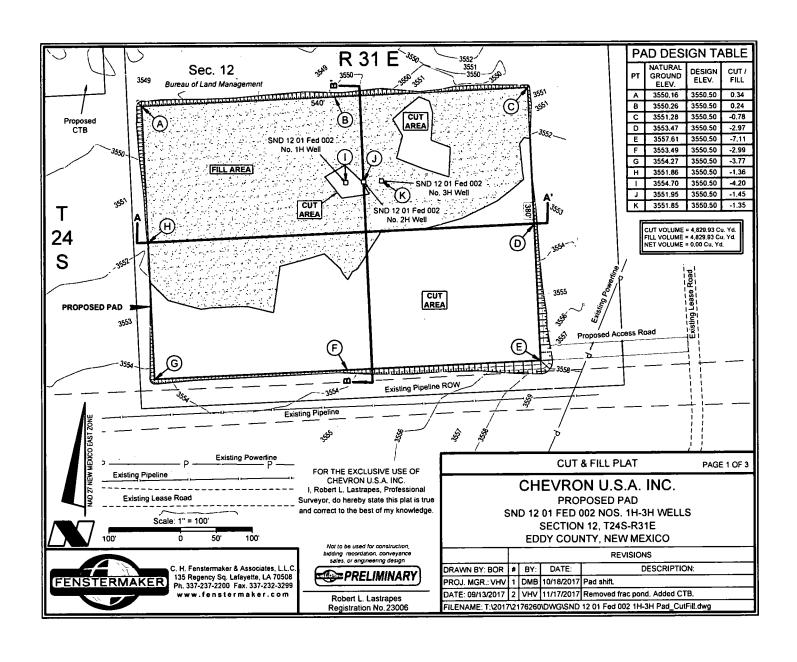
FENSTERMAKER

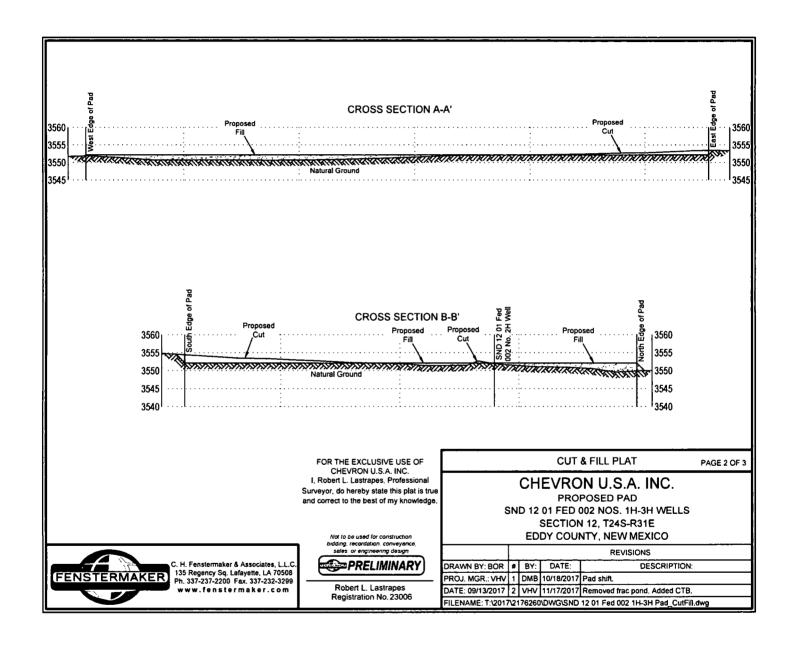
C. H. Fenstermaker & Associates, L.L.C. 135 Regency Sq. Lafayette, LA 70508 Ph. 337-237-2200 Fax. 337-232-3299 ww.fenstermaker.com

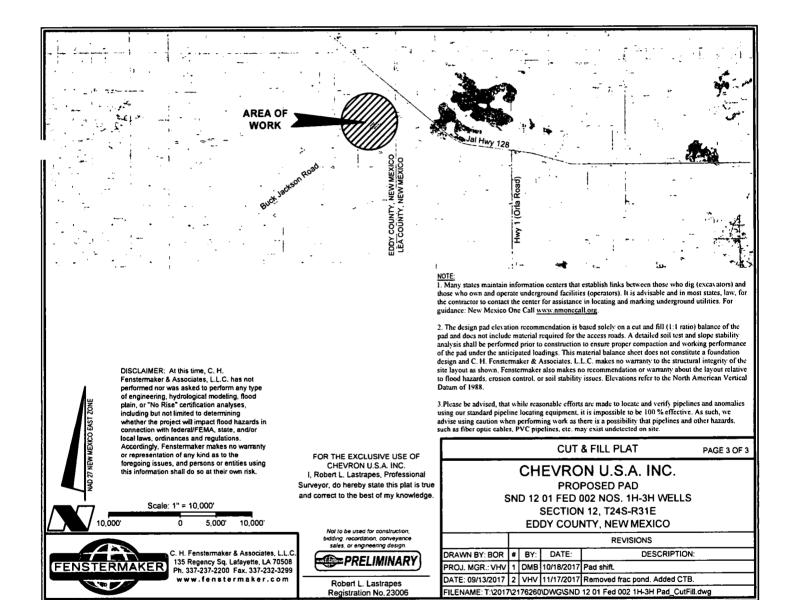
Not to be used for construction bidding, recordation, conveyance sales, or engineering design.

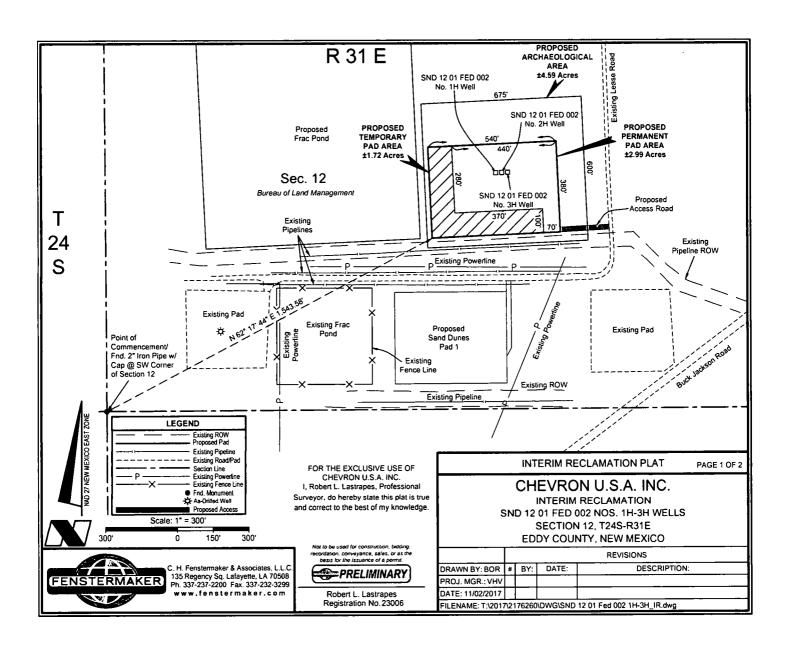
PRELIMINARY

Robert L. Lastrapes Registration No. 23006









DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables. PVC pipelines. etc. may exist undetected on site.

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance, New Mexico One Call www.nmonecall.org

| NW AR | CH. AREA CO | ORNER | NE ARCH. AREA CORNER | | RNER |
|-------|-------------|--------|----------------------|-------------|--------|
| X= | 684,932 | NAD 27 | X= | 685,606 | NAD 27 |
| Y= | 447,181 | | Y= | 447,212 | |
| LAT. | 32.228004 | i | LAT. | 32.228077 | |
| LONG. | 103.735288 | | LONG. | 103.733107 | |
| X= | 726,116 | NAD83 | X= | 726,790 | NAD83 |
| Y≃ | 447,240 | | Y= | 447,271 | |
| LAT. | 32.228127 | | LAT. | 32.228200 | |
| LONG. | 103.735771 | | LONG. | 103.733590 | |
| SWAR | CH. AREA CO | ORNER | SE AF | CH. AREA CO | RNER |
| X= | 684,959 | NAD 27 | X= | 685,633 | NAD 27 |
| Y≖ | 446,582 | | Y= | 446,612 | |
| LAT. | 32.226356 | | LAT. | 32.226429 | |
| LONG. | 103.735212 | | LONG. | 103.733030 | |
| X= | 726,143 | NAD83 | X= | 726,818 | NAD83 |
| Y≖ | 446,641 | | Y= | 446,671 | |
| LAT. | 32.226480 | | LAT. | 32.226552 | |
| LONG. | 103.735694 | | LONG. | 103,733513 | |

| N/ | NW PAD CORNER | | NE PAD CORNER | | |
|---------------------------------|---|---------|---|--|---------|
| X= | 684,960 | NAD 27 | X= | 685,500 | NAD 27 |
| Y= | 447,003 | | Y= | 447,027 | |
| LAT. | 32.227512 | | LAT. | 32.227570 | |
| LONG. | 103.735200 | | LONG. | 103,733455 | |
| X= | 726,145 | NAD83 | X= | 726,684 | NAD83 |
| Y= | 447,061 | | Y= | 447,086 | |
| LAT. | 32.227635 | | LAT. | 32.227694 | |
| LONG. | 103.735682 | | LONG. | 103.733937 | |
| ELEVA | TION +3550' N | 88 OVAI | ELEVA | TION +3551' N | IAVD 88 |
| SI | W PAD CORN | ER | S | E PAD CORN | ÉR |
| | | | | | |
| X= | 684,977 | NAD 27 | X= | 685,517 | NAD 27 |
| X= Y= | 684,977 446,623 | NAD 27 | X= Y= | 685,517 446,647 | NAD 27 |
| Y= | | NAD 27 | Y= | | NAD 27 |
| Y= LAT. | 446,623 | NAD 27 | Y= LAT. | 446,647 | NAD 27 |
| Y= LAT. | 446,623 32.226468 | | Y= LAT. LONG. | 446,647 32.226526 | |
| Y= LAT, LONG. | 446,623 32.226468 103.735151 | | Y= LAT. LONG. X= | 446,647 32.226526 103.733407 | |
| Y= LAT. LONG. X= | 446,623 32.226468 103.735151 726,162 | | Y= LAT. LONG. X= Y= | 446,647 32.226526 103.733407 726,701 | |
| Y= LAT. LONG. X= Y= | 446,623 32,226468 103,735151 726,162 446,682 32,226591 | | Y= LAT. LONG. X= Y≃ LAT. | 446,647 32.226526 103.733407 726,701 446,706 | |

FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I, Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the best of my knowledge

PRELIMINARY

Robert L. Lastrapes

Registration No. 23006

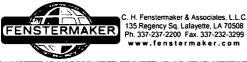
INTERIM RECLAMATION PLAT

PAGE 2 OF 2

CHEVRON U.S.A. INC.

INTERIM RECLAMATION SND 12 01 FED 002 NOS. 1H-3H WELLS **SECTION 12, T24S-R31E** EDDY COUNTY, NEW MEXICO

| | REVISIONS | | | |
|--|-----------|-----|-------|--------------|
| DRAWN BY: BOR | # | BY: | DATE: | DESCRIPTION: |
| PROJ. MGR.: VHV | | | | |
| DATE: 11/02/2017 | | | | |
| FILENAME: T:\2017\2176260\DWG\SND 12 01 Fed 002 1H-3H_IR.dwg | | | | |



SECTION 1, T24S, R31E BHL 100' FNL & 1254' FWL

APD Surface Use Plan of Operations

Existing Roads

- The operator will improve or maintain existing roads in a condition the same as or better than before operations begin. The operator will repair pot holes, clear ditches, repair the crown, etc. All existing structures on the entire access route such as cattle guards, other range improvement projects, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use. We will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or wind events. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.
- Driving Directions From Jal, New Mexico. The location is approximately 33 miles from the nearest town, which is Jal, New Mexico. From Jal, proceed west on Highway 128 approximately 32 miles and turn left (Southwest) onto Buck Jackson Rd. and go approximately .5 miles on Buck Jackson until the road reaches an existing lease road. Travel approximately .2 miles on this lease road and location is on the south side of the road.

New or Reconstructed Access Roads - Survey plat

- There will be 206' of new road construction for the well pad and facilities.
- Road Width: The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed 14'. The maximum width of surface disturbance shall not exceed 25'.
- Maximum Grade: 3%
- Crown Design: Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2%. The road shall conform to cross section and plans for typical road construction found in the BLM Gold Book.
- Turnouts: 50-60'
- Ditch Design: Ditching will be constructed on both sides of road.
- Cattle guards: Suggested
- Major Cuts and Fills: 2:1 during drilling and completions. Cuts and fills taken back to 3:1 at interim.
- Type of Surfacing Material: Caliche

CHEVRON U.S.A. Inc SND 12 01 FED 002 2H NMNM 120901 & NMNM 69369 SECTION 12, T24S-R31E SHL 983' FSL & 1665' FWL

SECTION 1, T24S, R31E BHL 100' FNL & 1254' FWL

Location of Existing Wells

• 1-Mile radius map is attached

Location of Existing and/or Proposed Production Facilities

- Facilities: New production facilities are to be constructed located in the SW quarter of Sec. 12, T24S-R31E where oil and gas sales will take place.
 - o Proposed Facility Pad is 500' x 700'
 - o The facility is proposed in SW4 of Sec. 12, T24S-R31E
 - o Gas purchaser pipeline will be brought to the tank battery.
 - o Open top tanks or open containments will be netted.
 - Open vent exhaust stacks will be modified to prevent birds or bats from entering, discourage perching, roosting, and nesting.
 - Facilities will have a secondary containment 1.5 times the holding capacity of largest storage tank.
 - All above ground structures will be painted non-reflective shale green for blending with surrounding environment.
 - The tank battery will be connected to the existing water gathering system in the field for permanent water disposal. The system design will be determined and approved prior to construction of any water transfer pipeline. Until permanent water takeaway is available, produced water will be hauled off location in trucks.

• Pipelines:

- o One 4" buried pipeline gas lift line, approximately 710', will be laid from well running north to CTB pad in Section 12.
- o Three buried flowlines, approximately 710', will be laid from well running north to CTB pad in Section 12.
- No ROW will be required from the BLM (On-lease).
- o Pipeline will follow existing disturbances.
- o All construction activity will be confined to the approved BLM Standards.

Location and Types of Water Supply

- New pond in SW/4 of Section 11, T24S-R31E will be utilized for fresh water.
- Pond measures 900' x 900'.
- Fresh water will be obtained from a private water source.
- A temporary 12" expanding pipe transfer line will run from frac pond to well location in section 12.
 - o Fresh water line will run parallel to road and will stay within 10' of access road.

CHEVRON U.S.A. Inc SND 12 01 FED 002 2H NMNM 120901 & NMNM 69369 SECTION 12, T24S-R31E

SECTION 1, T24S, R31E BHL 100' FNL & 1254' FWL

o A BLM ROW will not be required for the water transfer line.

Construction Material

SHL 983' FSL & 1665' FWL

- Caliche will be used to construct well pad and roads. Material will be purchased from the nearest federal, state, or private permitted pit.
 - o Primary: Use caliche on existing location.
 - o Secondary: To be determined
- The proposed source of construction material will be located and purchased by construction contractor.
 - o Payment shall be made by contractor prior to any removal of federal minerals material by contacting agent at (575) 234-5972.
 - o Notification shall be given to BLM at (575) 234-5909 at least 3 working days prior to commencing construction of access road and/or well pad.

Methods for Handling Waste

- Drilling fluids and produced oil and water from the well during drilling and completion operations will be stored safely and disposed of properly in an NMOCD approved disposal facility.
- Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly at a state approved disposal facility. All trash on and around the well site will be collected for disposal.
- Human waste and grey water will be properly contained and disposed of properly at a state approved disposal facility.
- After drilling and completion operations, trash, chemicals, salts, frac sand and other
 waste material will be removed and disposed of properly at a state approved
 disposal facility.
- The well will be drilled utilizing a closed loop system. Drill cutting will be properly disposed of into steel tanks and taken to an NMOCD approved disposal facility.

Ancillary Facilities

- Ancillary Facilities are included in the SUP for SND 12 01 004 1-4H Drill Pad and include:
 - SWD Facility
 - o Fresh Water Pond
 - o Recycle-on-the-fly Facility
 - o Compressor Station
 - o Staging Area

CHEVRON U.S.A. Inc SND 12 01 FED 002 2H NMNM 120901 & NMNM 69369 SECTION 12, T24S-R31E SHL 983' FSL & 1665' FWL

SECTION 1, T24S, R31E BHL 100' FNL & 1254' FWL

Well Site Layout

- Surveyor Plat
 - o Exterior well pad dimensions are 380' x 540'.
 - o Interior well pad dimensions from point of entry (well head) of the easternmost well are N-120', S-260', E-235', W-305'.
 - o Topsoil placement is on the North where interim reclamation is planned to be completed upon completion of well and evaluation of best management practices.
 - o Cut and fill: will be minimal. Diagram attached.
- Rig Layout (attached)

Plans for Surface Reclamation

Reclamation Objectives

- The objective of interim reclamation is to restore vegetative cover and a portion of the landform sufficient to maintain healthy, biologically active topsoil; control erosion; and minimize habitat and forage loss, visual impact, and weed infestation, during the life of the well or facilities.
- The long-term objective of final reclamation is to return the land to a condition similar to what existed prior to disturbance. This includes restoration of the landform and natural vegetative community, hydrologic systems, visual resources, and wildlife habitats. To ensure that the long-term objective will be reached through human and natural processes, actions will be taken to ensure standards are met for site stability, visual quality, hydrological functioning, and vegetative productivity.
- The BLM will be notified at least 3 days prior to commencement of any reclamation procedures.
- If circumstances allow, interim reclamation and/or final reclamation actions will be completed no later than 6 months from when the final well on the location has been completed or plugged. We will gain written permission from the BLM if more time is needed.
- Reclamation will be performed by using the following procedures:

Interim Reclamation Procedures

- Within 6 months, Chevron will contact BLM Surface Management Specialists to devise the best strategies to reduce the size of the location. Current plans for interim reclamation include reducing the pad size to approximately 3.16 (permanent pad) acres from the proposed size of 4.94 acres (temporary pad). Within 30 days of well completion, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production. A plan will be submitted showing where interim reclamation will be completed in order to allow for safe operations, protection of the environment outside of drilled well, and following best management practices found in the BLM "Gold Book".
- In areas planned for interim reclamation, all the surfacing material will be removed

CHEVRON U.S.A. Inc SND 12 01 FED 002 2H NMNM 120901 & NMNM 69369 SECTION 12 T24S-R31F

SECTION 12, T24S-R31E SECTION 1, T24S, R31E SHL 983' FSL & 1665' FWL BHL 100' FNL & 1254' FWL

and returned to the original mineral pit or recycled to repair or build roads and well pads.

- The areas planned for interim reclamation will then be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.
- Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts & fills. To seed the area, the proper BLM seed mixture (BLM #2), free of noxious weeds, will be used.
- Proper erosion control methods will be used on the area to control erosion, runoff and siltation of the surrounding area.
- The interim reclamation will be monitored periodically to ensure that vegetation has reestablished

Final Reclamation (well pad, buried pipelines, and power lines, etc.)

- Prior to final reclamation procedures, the well pad, road, and surrounding area will be cleared of material, trash, and equipment.
- All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads.
- All disturbed areas, including roads, pipelines, pads, production facilities, and
 interim reclaimed areas will be recontoured to the contour existing prior to initial
 construction or a contour that blends in distinguishably with the surrounding
 landscape. Topsoil that was spread over the interim reclamation areas will be
 stockpiled prior to recontouring. The topsoil will be redistributed evenly over the
 entire disturbed site to ensure successful revegetation.
- After all the disturbed areas have been properly prepared; the areas will be seeded with the proper BLM seed mixture (BLM #2), free of noxious weeds.
- Proper erosion control methods will be used on the entire area to control erosion, runoff and siltation of the surrounding area.
- Plat attached.

Surface Ownership

- BLM Surface
 - Surface Tenant Richardson Cattle Company
- Nearest Post Office: Jal Post Office; 50 Miles East

CHEVRON U.S.A. Inc SND 12 01 FED 002 2H NMNM 120901 & NMNM 69369 SECTION 12, T24S-R31E SHL 983' FSL & 1665' FWL

SECTION 1, T24S, R31E BHL 100' FNL & 1254' FWL

Other Information

• On-site performed by BLM NRS: Paul Murphy 10/13/2017

• Cultural report attached: Yes Participating Agreement attached: N/A

Chevron Representatives

Primary point of contact: Kevin Dickerson Kevin.Dickerson@chevron.com C- 432-250-4489



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

| Produced Water Disposal (PWD) Location: | | | | |
|---|--------------------------|--|--|--|
| PWD surface owner: | PWD disturbance (acres): | | | |
| Unlined pit PWD on or off channel: | | | | |
| Unlined pit PWD discharge volume (bbl/day): | | | | |
| Unlined pit specifications: | | | | |
| Precipitated solids disposal: | | | | |
| Decribe precipitated solids disposal: | | | | |
| Precipitated solids disposal permit: | | | | |
| Unlined pit precipitated solids disposal schedule: | | | | |
| Unlined pit precipitated solids disposal schedule attachment: | | | | |
| Unlined pit reclamation description: | | | | |
| Unlined pit reclamation attachment: | | | | |
| Unlined pit Monitor description: | | | | |
| Unlined pit Monitor attachment: | | | | |
| Do you propose to put the produced water to beneficial use? | | | | |
| Beneficial use user confirmation: | | | | |
| Estimated depth of the shallowest aquifer (feet): | | | | |
| Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected? | | | | |
| TDS lab results: | | | | |
| Geologic and hydrologic evidence: | | | | |
| State authorization: | | | | |
| Unlined Produced Water Pit Estimated percolation: | | | | |
| Unlined pit: do you have a reclamation bond for the pit? | | | | |
| Is the reclamation bond a rider under the BLM bond? | | | | |
| Unlined pit bond number: | | | | |
| Unlined pit bond amount: | | | | |
| Additional bond information attachment: | | | | |
| Section 4 - Injection | | | | |
| Would you like to utilize Injection PWD options? NO | | | | |
| Produced Water Disposal (PWD) Location: | | | | |
| PWD surface owner: | PWD disturbance (acres): | | | |
| Injection PWD discharge volume (bbl/day): | | | | |

| Injection well type: | |
|---|----------------------------|
| Injection well number: | Injection well name: |
| Assigned injection well API number? | Injection well API number: |
| Injection well new surface disturbance (acres): | |
| Minerals protection information: | |
| Mineral protection attachment: | |
| Underground Injection Control (UIC) Permit? | |
| UIC Permit attachment: | |
| Section 5 - Surface Discharge | |
| Would you like to utilize Surface Discharge PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Surface discharge PWD discharge volume (bbl/day): | |
| Surface Discharge NPDES Permit? | |
| Surface Discharge NPDES Permit attachment: | |
| Surface Discharge site facilities information: | |
| Surface discharge site facilities map: | |
| Section 6 - Other | |
| Would you like to utilize Other PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Other PWD discharge volume (bbl/day): | |
| Other PWD type description: | |
| Other PWD type attachment: | |
| Have other regulatory requirements been met? | |
| Other regulatory requirements attachment: | |
| | |
| • | |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Bond Info Data Report

Bond Information

Federal/Indian APD: FED

BLM Bond number: CA0329

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: