

RECEIVED

OCT 12 2018
UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
DISTRICT OFFICE: CARLSBAD
Use form 3160-3 (APD) for such proposals.Carlsbad Field Office
OCD ArtesiaRease Serial No.
NIMNM1724
Allottee, Allottee or Tribe Name**SUBMIT IN TRIPLICATE - Other instructions on page 2**

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

RUSTLER BLUFF 19 24 29 3H

2. Name of Operator

CHEVRON USA INCORPORATED

Contact: CINDY H MURILLO

E-Mail: CERRERAMURILLO@CHEVRON.COM

9. API Well No.

30-015-42593-00-S1

3a. Address

6301 DEAUVILLE BLVD
MIDLAND, TX 79706

3b. Phone No. (include area code)

Ph: 575.263.0431
Fx: 575.263.0445

10. Field and Pool or Exploratory Area

PIERCE CROSSING
UNKNOWN

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 19 T24S R29E SESW 330FSL 1490FWL
32.196672 N Lat, 103.196672 W Lon

11. County or Parish, State

EDDY COUNTY, NM

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Hydraulic Fracturing☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other
ShutIn Notice

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

CHEVRON USA INC RESPECTFULLY REQUESTS FOR A SHUT IN STATUS ON THE ABOVE WELL, WHICH WAS SHUT IN ON AUGUST 3, 2018 DUE TO A LEAK BETWEEN THE 5 1/2" PRODUCTION CASING AND THE 9 5/8" SURFACE CASING ANNULUS. THE WELL BUILDS PRESSURE (190 PSI) AND WHEN ATTEMPTING TO BLEED DOWN THE PRESSURE THERE IS A STEADY LIQUID FLOW, WHICH IS OUT OF COMPLIANCE WITH NMOCD REGULATORY REQUIREMENTS. THE PATH FORWARD INCLUDES SQUEEZING THE ANNULUS WITH CEMENT TO ISOLATE THAT ANNULUS AND RE-ESTABLISH INTEGRITY. (ANNULUS LEAK - 40 BOPD; 120 MCFPD) SHUT IN STATUS OF 2 MONTHS THROUGH NOVEMBER 2018 IS REQUESTED, PENDING THE COMPLETION OF WELL REMEDIATION. AN ADDITIONAL SUNDRY 3160-5 NOTICE OF INTENT WILL BE THEN SUBMITTED ADVISING OF THE PREFERRED OPTION FORWARD.

IF YOU HAVE ANY QUESTIONS, PLEASE CONTACT PAIGE SAMUELS/PETROLEUM ENGINEER AT 432-687-7514

Accepted For Record
NMOCD

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #437412 verified by the BLM Well Information System

For CHEVRON USA INCORPORATED, sent to the Carlsbad

Committed to AFMSS for processing by PRISCILLA PEREZ on 10/01/2018 (19PP0003SE)

Name (Printed/Typed) CINDY H MURILLO

Title PERMITTING SPECIALIST

Signature (Electronic Submission)

Date 09/27/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved By

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

OCT 04 2018

/s/ Jonathon Shepard

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

(Instructions on page 2)

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **