Form 3160-5 (June 2015)	UNITED STATES DEPARTMENT OF THE INTERIOR				Arte	esia	FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018			
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS							5. Lease Serial No. NMLC065347			
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.							6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on page 2							7. If Unit or CA/Agreement, Name and/or No.			
<ul> <li>1. Type of Well</li> <li>Oil Well S Gas Well Other</li> </ul>							8. Well Name and No. WHITE CITY PENN GAS COM UT 3 1			
2. Name of Operator Contact: HOWIE LUC CHEVRON USA INCORPORATED E-Mail: howie.lucas@chevron.com								37-00-S	1	
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706			3b. Phone No. (include area code) Ph: 832-588-4044			10. Field and Pool or Exploratory Area WHITE CITY-PENN (GAS)				
4. Location of We				11. County or Parish, State						
Sec 28 T24S R26E SENW 2310FNL 2310FWL					EDDY COUNTY, N			<b>A</b> .		
12.	CHECK THE AI	PROPRIATE BOX(ES)	TO IND	ICATE NATU	RE OI	F NOTICE,	REPORT, OR C	OTHER	DATA	
TYPE OF S	OF SUBMISSION					TYPE OF ACTION				
Notice of I	ntent	Acidize		Deepen		Product	ion (Start/Resume		Water Shut-Off	
Subsequent		Alter Casing		Hydraulic Fractu	-	🗖 Reclam			Well Integrity	
	donment Notice	Casing Repair Change Plans		New Construction		□ Recomp		0	Other	
	domnent Notice	Convert to Injection		Plug and Aband   Plug Back	on	U Tempor	arily Abandon Disposal			
1. Notify BLM 2. Set 1.81 b 3. Check pre intends to ut upon by the 4. MIRU pull 5. Kill well, if	A 24 hrs. prior to s lanking plug aboves ssures on all strir ilize another mea BLM. ing unit. necessary, N/U a	ve packer. Pressure test t ngs and bubble test. If such ns of eliminating the pres and test BOPE.	tubing an stained c sure (Zor	asing pressure i nite, Nano-Seal,	0 psi f. s note etc) a	/ 10 minute: ed, Chevron as agreed	NM OI	123) T record	KUVAL 19 I. NMOCD ISTRICT	
6. If tubing te (Perfs). Disc space cemei	CL "H" Cement tested. Ensure t	I" Cement f/ 9,569' t/ 9,345' d. Ensure to spot enough MLF			F to AUG <b>2 1 2019</b>					
								RECE		
14. J hereby certif		# Electronic Submission For CHEVRON I itted to AFMSS for process	USA INCO	RPORATED, se EBORAH MCKIN	nt to t	he Carlsbad n 07/11/2019	•			
Signature	(Electronic S	Submission)		Date 07	/10/20	)19				
		THIS SPACE FO	OR FED	ERAL OR ST	ATE (	OFFICE U	SE			
Approved By	James	Pr. Comos	· · · · ·	Title S	1AC	T			<b>7-28-19</b> Date	
Conditions of approv certify that the appli	ant holds legal or equ	d. Approval of this notice does attable title to those rights in the act operations thereon.	s not warrar e subject le	nt or ase Office	40				······	
Title 18 U.S.C Secti States any false, fic	on 1001 and Title 43 stitious or fraudulent s	U.S.C. Section 1212, make it a statements or representations as	crime for a sto any mat	any person knowing tter within its jurisd	ly and iction.	willfully to ma	ike to any departmen	it or agend	cy of the United	
(Instructions on page	. 2)	SED ** BLM REVISEI				REVISE	** BI M RFVI	SED **		
					1				8	

## PROPOSED WBD

### FIELD: WHITE CITY PENN

LOC: 2310' FNL & 2310' FWL TOWNSHIP: 24-S RANGE: 26-E

#### WELL NAME: WCPU 3-1

SEC: 28

### FORMATION: MORROW

COUNTY: Eddy STATE: NM

CURRENT STATUS: Producing API NO: 30-015-21937 CHEVNO: EP2240

Perf & squeeze 185 sx CL C cmt f/ 400' t/ surface (Fresh Water) 13 3/4" Hole 10 3/4" OD. 40.5#/ft Surf. Pipe set @1900' w/1200 sxs cmt. - circ. Perf & squeeze 135 sx CL. C cmt f/ 1950' t/ 1658' TOC @ surface (Shoe, Delaware) Spot 25 sx CL C cmt f/ 3583' t/ 3473' (Spacer Plug) Spot 35 sx CL C amt f/ 5266' t/ 5116' (Bone Springs) 9 1/2" Hole 7 5/8" OD, 26.4#/ft Pipe set @ 8336' w/900 sx. Spot 70 sx CL H cmt f/ 8410' t/ 7972' (Wolfcamp, TOC @ 2950' TOL) 6 1/2" Hole 5" OD, 17.93#/ft Spot 25 sx CL H cmt f/ 9569' t/ 9345' (Perfs) set @ 11,511' w/ TOL @ 8072' Release On/Off Tool @ 9569' w/665 sxs cmt Set plug in packer @ 9570' TOC @ 8072 Perfs: 9654' - 9774' CIBP @ 9,891 with TOC @ 9877' Perfs: 9,935 - 10,658' CIBP @ 10,820 w/ 20' cmt. Tight spot at 9600' (1979) Perfs RTNR @ 11.084 10,892-902' TD, ft 11,062-69' BHP, psi **Formation Name** Тор Perfs Delaware 1,758 761 11,118-24' (squeezed) Bone Springs 5,216 2259 11,192-96' Wolfcamp 8360 3621 Strawn 10,078 4365 Atoka 10,375 4494 Morrow 10,775 4667 TD @ 11,512 Barnett 11,493 4978 PBTD @ 11,084'

# BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

### Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

2. <u>Notification</u>: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.

3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. <u>Mud Requirement</u>: Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of brine water. Minimum nine (9) pounds per gallon.

5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

<sup>\*</sup> Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10<sup>th</sup> day, the BLM is to be contacted with justification to receive, an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

7. <u>Subsequent Plugging Reporting</u>: Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date well was plugged</u>.

8. <u>Trash</u>: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.