

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

Carlsbad Field Office
OCOA Artesia

5. Lease Serial No. NMNM121473
6. Indian, Allottee or Tribe Name

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

8. Well Name and No. HH SO 10 P3 8H

9. API Well No. 30-015-43937-00-X1

10. Field and Pool or Exploratory Area WILDCAT

11. County or Parish, State EDDY COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator CHEVRON USA INCORPORATED Contact: DORIAN K FUENTES E-Mail: DJVO@CHEVRON.COM

3a. Address 15 SMITH ROAD MIDLAND, TX 79705

3b. Phone No. (include area code) Ph: 432-687-7631

4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 3 T26S R27E SESW 603FSL 2066FWL

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

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

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

Chevron U.S.A. INC., respectfully requests to make changes to the original permit approved 10/11/2016.

Chevron requests to change:
BHL - from 180' FSL & 2315 FWL to 280' FSL & 2440' FEL
PFTP - from 330' FNL & 2310' FWL to 330' FNL & 2430' FEL
PLTP - from 330' FSL & 2315' FWL to 330' FSL & 2440' FWL

Please refer to the attached C-102 to reflect the new change request.

Chevron requests to change the proposed depth:
TVD - from 9912 to 9857

- All previous COAs still apply. Additional COA is not required

Accepted For Record
NMOCD

NM OIL CONSERVATION
ARTESIA DISTRICT

FEB 06 2017

RECEIVED

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #359140 verified by the BLM Well Information System For CHEVRON USA INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 12/13/2016 (17DLM0403SE)

Name (Printed/Typed) DORIAN K FUENTES Title REGULATORY SPECIALIST

Signature (Electronic Submission) Date 11/29/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

APPROVED

FEB 2 2017

Approved By MUSTAFA HAQUE Title PETROLEUM ENGINEER Date 02/02/2017

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.

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE
Office Carlsbad

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 ****

Additional data for EC transaction #359140 that would not fit on the form

32. Additional remarks, continued

MD - from 20714 to 20258

Please refer to the attached drilling plan to comply with Onshore #1.

Should questions arise, please contact djvo@chevron.com or 432-687-7631.

1. FORMATION TOPS

The estimated tops of important geologic markers are as follows:

FORMATION	SUB-SEA TVD	KBTVD	MD
Castille		704	
Lamar		2289	
Bell		2329	
Cherry		3164	
Brushy		4354	
Bone Spring/Avalon		5944	
First Bone Spring Sand		6834	
Second Bone Spring Sand		7534	
Third Bone Spring Carbonate Marker		8439	
Third Bone Spring Carbonate		8549	
Third Bone Spring Sand		8669	
Wolfcamp A		8999	
Wolfcamp C		9789	
Lateral TVD Wolfcamp C		9857	20258.55

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 Expected Base of Fresh Water		450
Water	Castille	704
Water	Cherry Canyon	3164
Oil/Gas	Brushy Canyon	4354
Oil/Gas	Bone Spring Limestone	6834
Oil/Gas	Second Bone Spring Sand	7534
Oil/Gas	Third Bone Spring Carbonate Marker	8439
Oil/Gas	Harkey Sand	8549
Oil/Gas	Wolfcamp A	8999
Oil/Gas	Wolfcamp C	9789

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

3. BOP EQUIPMENT

PLEASE REFERENCE MDP

4. CASING PROGRAM

Purpose	From	To	Hole Size	Csg Size	Weight	Grade	Thread	Condition
Surface	0'	450'	17-1/2"	13-3/8"	54.5 #	K-55	STC	New
Intermediate	0'	9,015'	12-1/4"	9-5/8"	43.5#	L-80	TXP	New
Production	0'	20,259'	8-1/2"	5-1/2"	20.0 #	P-110	TXP	New

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

Surface Casing: 450'
 Intermediate Casing: 9015'
 Production Casing: 20258.55 MD/9,857.24' TVD (10,946 VS @ 90.3 deg inc)

Casing String	Min SF Burst	Min SF Collapse	Min SF Tension	Min SF Tri-Axial
Surface	1.82	5.11	3.97	2.31
Intermediate	1.45	1.32	1.78	1.84
Production	1.26	1.5	2.43	1.35

Min SF is the smallest of a group of safety factors that include the following considerations:

	Surf	Int	Prod
Burst Design			
Pressure Test- Surface, Int, Prod Csg P external: Water P internal: Test psi + next section heaviest mud in csg	X	X	X
Displace to Gas- Surf Csg P external: Water P internal: Dry Gas from Next Csg Point	X		
Frac at Shoe, Gas to Surf- Int Csg P external: Water P internal: Dry Gas, 15 ppg Frac Gradient		X	
Stimulation (Frac) Pressures- Prod Csg P external: Water P internal: Max inj pressure w/ heaviest injected fluid			X
Tubing leak- Prod Csg (packer at KOP) P external: Water P internal: Leak just below surf, 8.7 ppg packer fluid			X
Collapse Design			
Full Evacuation P external: Water gradient in cement, mud above TOC P internal: none	X	X	X
Cementing- Surf, Int, Prod Csg P external: Wet cement P internal: water	X	X	X
Tension Design			

ONSHORE ORDER NO. 1
 Chevron
 HayHurst SO 10 P3 #8H
 Eddy County, NM

CONFIDENTIAL -- TIGHT HOLE
 DRILLING PLAN
 PAGE: 3

5. CEMENTING PROGRAM

Slurry	Type	Cement Top	Cement Bottom	Weight (ppg)	Yield (sx/cu ft)	%Excess Open Hole	Sacks	Water gal/sk
Surface								
Tail	Class C	0'	450'	14.8	1.33	50	356	6.37
Intermediate								
Stage 2 Lead	50:50 Poz: Class C + Antifoam, Extender, Salt, Retarder	0'	1,100'	11.9	2.43	50	213	14.21
Stage 2 Tail	Class C + Antifoam, Retarder, Viscosifier	1,100'	2,100'	14.8	1.33	0	235	6.37
DV TOOL		2,100'						
Stage 1 Lead	50:50 Poz: Class H + Extender, Antifoam, Retarder, Salt, Viscosifier	2,100'	8,015'	11.9	2.43	100	1524	13.76
Stage 1 Tail	Class H + Retarder, Extender, Dispersant	8,015'	9,015'	15.6	1.21	50	389	5.54
Production								
Lead	50:50 Poz: Class H + Extender, Antifoam, Dispersant, Retarder	7,015'	8,015'	14.5	1.21	100	430	5.54
Tail	Class H + Viscosifier, Antifoam, Dispersant, Fluid Loss, Retarder, Expanding Agent	8,015'	20,259'	15.6	1.2	50	3633	5.30

6. **MUD PROGRAM**

From	To	Type	Weight	F. Vis	Filtrate
0'	450'	Spud Mud	8.3 - 8.7	32 - 34	NC - NC
450'	9015'	OBM	9.0 - 9.5	50 - 70	5.0 - 10
9015'	20,259'	OBM	10.0 - 13.5	50 - 70	5.0 - 10

7. **TESTING, LOGGING, AND CORING**

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

8. **ABNORMAL PRESSURES AND HYDROGEN SULFIDE**

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Frac at Shoe, Gas to Surf- Int Csg P external: Water P internal: Dry Gas, 15 ppg Frac Gradient		X	
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