

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

5. Lease Serial No.
NMNM108505

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NMNM133487

8. Well Name and No.
RED HILLS FED COM 11 25 33 1H

9. API Well No.
30-025-41848-00-S1

10. Field and Pool, or Exploratory
RED HILLS

11. County or Parish, and State
LEA COUNTY, NM

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
CHEVRON MIDCONTINENT LP
Contact: CINDY H MURILLO
E-Mail: CHERRERAMURILLO@CHEVRON.COM

3a. Address
15 SMITH ROAD
MIDLAND, TX 79705

3b. Phone No. (include area code)
Ph: 575-263-0431
Fx: 575-263-0445

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 11 T25S R33E NENE 430FNL 340FEL
32.151012 N Lat, 103.535239 W Lon

12. CHECK 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"/> Fracture Treat	<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 Onshore Order Variance
	<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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall 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 IS REQUESTING TO HAVE THE ABOVE WELL THAT FLOWS LESS THAN 100 MCF. BRANDON HYER HAS SPOKE TO JIM AMOS @ BLM REGARDING CALIBRATING THIS WELL SEMI-ANNUALLY. IF YOU HAVE ANY QUESTIONS, PLEASE CONTACT BRANDON HYER/GAS MEASUREMENT SPECIALIST AT 432-294-3853. PLEASE FIND METER TYPE, OPERATOR, METER NAME, API# AND METER WITH FLOW RATE

METER
OPERATOR METER NAME API# METER# FLOW RATE
CHEVRON RED HILLS 11 25 33 FED COM #1 30-025-41848 7300250005 61

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

**Electronic Submission #334386 verified by the BLM Well Information System
For CHEVRON MIDCONTINENT LP, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 04/18/2016 (16PP0527SE)**

Name (Printed/Typed) CINDY H MURILLO Title PERMITTING SPECIALIST

Signature (Electronic Submission) Date 03/22/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By Heath Leonich Title Petroleum Engineer Date 5/6/2016

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 Carlsbad Field Office

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.

KZ

Bureau of Land Management

Carlsbad Field Office and Hobbs Field Station
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972

Conditions of Approval

Chevron USA Inc.

Red Hills Fed Com 11 25 33 1H

NM 108505

3002541848

1. This variance is for Chevron USA Inc. low volume gas producing wells.
 - a. Low volume as per this approval will be 100 MCF/D or less on a monthly basis.
2. As per NTL 92-5 you are approve to do semi-annually meter calibrations.
3. If any other well is added to the battery the variance will have to be resubmitted and be reevaluated at that time.
4. If at any time the operator produces more than 100 MCF/D on a monthly basis this approval is withdrawn at that time.
5. All other requirements of Onshore Order #5 Measurement of Gas still applies to this approval.