| Carlsbad Fie | eld Of | fice | OCD | | , |
|---|-------------------------------------|---|-------------------|--|--|
| Form 3160-3 (March 2012) OCD HOUNITED STATE | | OCT 27 | 2016 | OMBN | APPROVED lo. 1004-0137 loctober 31, 2014 |
| DEPARTMENT OF THE BUREAU OF LAND MA | INTERIOR | | | 5. Lease Serial No. NMNM118723 | |
| APPLICATION FOR PERMIT TO | | PFCE | IVEL | 6. If Indian, Allotee | or Tribe Name |
| la. Type of work: | TER | | | 7. If Unit or CA Agre | eement, Name and No. |
| lb. Type of Well: 🔽 Oil Well 🔲 Gas Well 🛄 Other | ✓ Si | ngle Zone 🔲 Multip | ole Zone | 8. Lease Name and 1 SD WE 23 FED P2 | |
| 2. Name of Operator CHEVRON USA INC (1323) | | | | 9. API Well No. 30-025- | 43463 |
| 3a. Address 6301 Deauville Blvd. Midland TX 79706 | 3b. Phone No (432)687-7 |). (include area code) 7866 | | 10. Field and Pool, or | Exploratory 978, ER BN SPR SHALE |
| Location of Well (Report location clearly and in accordance with At surface SWSE / 260 FSL / 2678 FWL / LAT 32.0214 At proposed prod. zone NWNE / 180 FNL / 1670 FEL / LA | 486 / LONG - | 103.641919 | 10 | 11. Sec., T. R. M. or E SEC 23 / T26S / R | |
| At proposed prod. zone NWNE / 180 PNL / 18/0 PEL / LA 14. Distance in miles and direction from nearest town or post office* 33 miles | AT 52.049000 | 10140 -103.0419 | 19 | 12. County or Parish LEA | 13. State NM |
| 15. Distance from proposed* location to nearest 260 feet property or lease line, ft. (Also to nearest drig, unit line, if any) | 16. No. of a 1280 | acres in lease | 17. Spacin 320 | ng Unit dedicated to this | well |
| Distance from proposed location* to nearest well, drilling, completed, 25 feet applied for, on this lease, ft. | 19. Propose 8990 feet | d Depth / 19269 feet | 20. BLM FED: C | /BIA Bond No. on file | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3123 feet | 22 Approx 01/01/20 | imate date work will sta 17 | urt* | 23. Estimated duration 120 days | n |
| | 24. Atta | chments | | | |
| Che following, completed in accordance with the requirements of Onsl Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syster SUPO must be filed with the appropriate Forest Service Office). | | Bond to cover the Item 20 above). Operator certified | the operation | ons unless covered by an | n existing bond on file (see s may be required by the |
| 25. Signature (Electronic Submission) | | (Printed/Typed) se Pinkerton / Ph: (| 432)687-7 | 7375 | Date 06/16/2016 |
| Title Regulatory Specialist | | | | | |
| Approved by (Signature) (Electronic Submission) | | e (Printed/Typed) ge MacDonell / Ph: | (575)234 | -5901 | Date 10/06/2016 |
| Field Manager | Office | | | | |
| Application approval does not warrant or certify that the applicant he conduct operations thereon. Conditions of approval, if any, are attached. | olds legal or equ | itable title to those righ | nts in the su | bject lease which would | entitle the applicant to |
| Fitle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a States any false, fictitious or fraudulent statements or representations a | crime for any p as to any matter | person knowingly and within its jurisdiction. | willfully to 1 | make to any department | or agency of the United |
| | | | 1 | *(Inst | tructions on page 2) |

APPROVED WITH CONDITIONS

, opallo



APD ID: 10400002208

Operator Name: CHEVRON USA INC Well Name: SD WE 23 FED P25 Well Type: OIL WELL

Submission Date: 06/16/2016 Federal/Indian APD: FED

Highlight All Changes

10/06/2016

APD Print Report

Well Number: 4H Well Work Type: Drill

Application

Section 1 - General

404000000

| APD ID: 10400002208 | Tie to previous NOS? |
|------------------------------------|--|
| BLM Office: HOBBS | User: Denise Pinkerton |
| Federal/Indian APD: FED | Is the first lease penetrated for prod |
| Lease number: NMNM118723 | Lease Acres: 1280 |
| Surface access agreement in place? | Allotted? Reservati |
| Agreement in place? NO | Federal or Indian agreement: |
| Agreement number: | |
| Agreement name: | |
| Keep application confidential? NO | |
| Permitting Agent? NO | APD Operator: CHEVRON USA INC |
| Operator letter of designation: | |
| Keep application confidential? NO | |

previous NOS? Submission Date: 06/16/2016 Denise Pinkerton Title: Regulatory Specialist first lease penetrated for production Federal or Indian? FED Acres: 1280 d? Reservation: al or Indian agreement:

Zip: 79706

Operator Info

Operator Organization Name: CHEVRON USA INC Operator Address: 6301 Deauville Blvd. **Operator PO Box: Operator City: Midland** State: TX Operator Phone: (432)687-7866 **Operator Internet Address:**

Section 2 - Well Information

Well in Master Development Plan? NO Well in Master SUPO? NO Well in Master Drilling Plan? NO

Mater Development Plan name: Master SUPO name: Master Drilling Plan name:

Well Name: SD WE 23 FED P25

Well Number: 4H

Well Name: SD WE 23 FED P25 Well Number: 4H Well API Number: Pool Name: UPPER BN SPR Field/Pool or Exploratory? Field and Pool Field Name: JENNINGS SHALE Is the proposed well in an area containing other mineral resources? OIL Describe other minerals: New surface disturbance? Is the proposed well in a Helium production area? N Use Existing Well Pad? NO Number: 1H - 4H Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: SD WE 23 FED P25 Well Class: HORIZONTAL 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: 33 Miles Distance to nearest well: 25 FT Distance to lease line: 260 FT Reservoir well spacing assigned acres Measurement: 320 Acres SD WE 23 P25 4H C102 07-05-2016.pdf Well plat: SD WE 23 FED P25 4H_Well Pad_07-19-2016.pdf Well work start Date: 01/01/2017 Duration: 120 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR Describe Survey Type: Datum: NAD27 Survey number:

Vertical Datum: NGVD29

| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRINCI | PAL County: LEA |
|----------|---------------------|-----------------------------|-----------------|
| | Latitude: 32.021486 | Longitude: -103.641919 | |
| SHL | Elevation: 3123 | MD : 0 | TVD: 0 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 | |
| 1 | NS-Foot: 260 | NS Indicator: FSL | |
| | EW-Foot: 2678 | EW Indicator: FWL | |
| | Twsp: 26S | Range: 32E | Section: 23 |
| | Aliquot: SWSE | Lot: | Tract: |

| Operator Name: CHEVRON USA IN | С |
|-------------------------------|---|
| Well Name: SD WE 23 FED P25 | |

Well Number: 4H

| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRIN | CIPAL County: LEA |
|----------|----------------------|---------------------------|-----------------------|
| | Latitude: 32.28361 | Longitude: -103.92316 | |
| KOP | Elevation: -5277 | MD: 8458 | TVD: 8400 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 | |
| | NS-Foot: 58 | NS Indicator: FSL | |
| | EW-Foot: 1708 | EW Indicator: FEL | |
| | Twsp: 26S | Range: 32E | Section: 23 |
| | Aliquot: SWSE | Lot: | Tract: |
| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRIN | CIPAL County: LEA |
| | Latitude: 32.04248 | Longitude: -103.18799 | |
| PPP | Elevation: -5867 | MD: 19269 | TVD: 8990 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118723 | |
| | NS-Foot: 330 | NS Indicator: FSL | |
| | EW-Foot: 1670 | EW Indicator: FEL | |
| | Twsp: 26S | Range: 32E | Section: 23 |
| | Aliquot: SWSE | Lot: | Tract: |
| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRIN | CIPAL County: HIDALGO |
| | Latitude: 32.38289 | Longitude: -103.91534 | |
| EXIT | Elevation: -5866 | MD: 19199 | TVD: 8989 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118722 | |
| | NS-Foot: 330 | NS Indicator: FNL | |
| | EW-Foot: 1670 | EW Indicator: FEL | |
| | Twsp: 26S | Range: 32E | Section: 14 |
| | Aliquot: NWNE | Lot: | Tract: |
| | STATE: NEW MEXICO | Meridian: NEW MEXICO PRIN | CIPAL County: LEA |
| | Latitude: 32.049685 | Longitude: -103.641919 | |
| BHL | Elevation: -5867 | MD: 19269 | TVD: 8990 |
| Leg #: 1 | Lease Type: FEDERAL | Lease #: NMNM118722 | |
| | NS-Foot: 180 | NS Indicator: FNL | |
| | EW-Foot: 1670 | EW Indicator: FEL | |
| | | | |

| Operator Name: CHEVRO | ON USA INC | | |
|--------------------------|-------------------|----------------|----------------------|
| Well Name: SD WE 23 FE | ED P25 | Well Number: 4 | Н |
| Twsp: | 26S Range: | 32E | Section: 14 |
| Aliquo | t: NWNE Lot: | | Tract: |
| | Drillir | ng Plan | |
| Section 1 - Ge | ologic Formations | | |
| D: Surface formation | Name: RUSTLER | | |
| Lithology(ies): | | | |
| ANHYDRITE | | | |
| Elevation: 3123 | True Vertical Dep | oth: 0 | Measured Depth: 0 |
| Mineral Resource(s): | | | |
| NONE | | | |
| s this a producing forma | tion? N | | |
| D: Formation 1 | Name: CASTILE | | |
| Lithology(ies): | | | |
| DOLOMITE | | | |
| | | | |
| Elevation: 123 | True Vertical Dep | oth: 3000 | Measured Depth: 3000 |
| Mineral Resource(s): | | | |
| NONE | | | |
| s this a producing forma | tion? N | | |
| D: Formation 2 | Name: LAMAR LS | 3 | |
| Lithology(ies): | | | |
| LIMESTONE | | | |
| Elevation: -1577 | True Vertical Dep | oth: 4700 | Measured Depth: 4700 |
| Mineral Resource(s): | | | |
| | | | |

| Name: BELL CANYON True Vertical Depth: 4980 Name: CHERRY CANYON | Measured Depth: 4980 |
|---|---|
| | Measured Depth: 4980 |
| | Measured Depth: 4980 |
| | Measured Depth: 4980 |
| Name: CHERRY CANYON | |
| | |
| | |
| | |
| True Vertical Depth: 5875 | Measured Depth: 5875 |
| | |
| | |
| | |
| Name: BRUSHY CANYON | |
| | |
| | |
| True Vertical Depth: 7425 | Measured Depth: 7425 |
| | |
| | |
| | |
| Name: BONE SPRING LIME | |
| | |
| | |
| True Vertical Depth: 8805 | Measured Depth: 8805 |
| | |
| | |
| | Name: BRUSHY CANYON True Vertical Depth: 7425 |

| (- | | |
|--|---|---|
| Operator Name: CHEVRON USA II | NC | |
| Well Name: SD WE 23 FED P25 | Well Number: | 4H |
| Is this a producing formation? N | | |
| is this a producing formation? It | | |
| ID: Formation 7 | Name: AVALON | |
| Lithology(ies): | | |
| SHALE | | |
| Elevation: -5752 | True Vertical Depth: 8875 | Measured Depth: 8875 |
| Mineral Resource(s): | | |
| OIL | | |
| Is this a producing formation? Y | | |
| Section 2 - Blowout | Prevention | |
| Pressure Rating (PSI): 5M | Rating Depth: 20000 | |
| Equipment: Minimum of a 5000 psi | rig stack (see proposed schematic) for dr | ill out below surface casing. |
| Requesting Variance? NO | | |
| Variance request: | | |
| Testing Procedure: Stack will be te psi in Ram and 250 to 3500 in Annul | | requirements. Test BOP from 250 psi to 5000 |
| Choke Diagram Attachment: | | |
| SD WE 23 P25 5K BOP-0 | Choke_07-19-2016.pdf | |
| BOP Diagram Attachment: | | |
| SD WE 23 P25 5K BOP-0 | Choke_07-19-2016.pdf | |
| | | |

Section 3 - Casing

Öperator Name: CHEVRON USA INC Well Name: SD WE 23 FED P25

Well Number: 4H

String Type: INTERMEDIATE **Other String Type:** Hole Size: 12.25 Top setting depth TVD: 0 Top setting depth MD: 0 Top setting depth MSL: -5867 Bottom setting depth MD: 4700 Bottom setting depth TVD: 4700 Bottom setting depth MSL: -10567 Calculated casing length MD: 4700 Casing Size: 9.625 Other Size Grade: HCK-55 **Other Grade:** Weight: 40 Joint Type: LTC . Other Joint Type: **Condition: NEW Inspection Document:** Standard: API Spec Document: Tapered String?: N **Tapered String Spec: Safety Factors**

Collapse Design Safety Factor: 3 Joint Tensile Design Safety Factor type: DRY Body Tensile Design Safety Factor type: DRY Casing Design Assumptions and Worksheet(s): Burst Design Safety Factor: 1.21 Joint Tensile Design Safety Factor: 1.48 Body Tensile Design Safety Factor: 2.15

SD WE 23 Fed P25 4H 9ppt plan_06-14-2016.pdf

Well Name: SD WE 23 FED P25

Well Number: 4H

Top setting depth TVD: 0

Bottom setting depth TVD: 850

| Stri | ng | Type: | SURFACE | |
|------|----|-------|---------|--|
| | | | | |

Hole Size: 17.5 Top setting depth MD: 0

Top setting depth MSL: -5867

Bottom setting depth MD: 850

Bottom setting depth MSL: -6717

Calculated casing length MD: 850

Casing Size: 13.375

Inspection Document:

Grade: J-55

Weight: 55

Joint Type: STC Condition: NEW

Standard: API Spec Document: Tapered String?: N Other Joint Type:

Other Size

Other Grade:

Other String Type:

Tapered String Spec:

Safety Factors

Collapse Design Safety Factor: 1.92 Joint Tensile Design Safety Factor type: DRY Body Tensile Design Safety Factor type: DRY Casing Design Assumptions and Worksheet(s): Burst Design Safety Factor: 1.4 Joint Tensile Design Safety Factor: 1.75 Body Tensile Design Safety Factor: 2.4

SD WE 23 Fed P25 4H 9ppt plan_06-14-2016.pdf

Well Name: SD WE 23 FED P25

Well Number: 4H

String Type: PRODUCTION **Other String Type:** Hole Size: 8.75 Top setting depth MD: 0 Top setting depth TVD: 0 Top setting depth MSL: -5867 Bottom setting depth MD: 19269 Bottom setting depth TVD: 8990 Bottom setting depth MSL: -14857 Calculated casing length MD: 19269 Other Size Casing Size: 5.5 Other Grade: Grade: HCP-110 Weight: 20 Other Joint Type: TXPBTCS Joint Type: OTHER **Condition: NEW Inspection Document:** Standard: API **Spec Document:** Tapered String?: N **Tapered String Spec: Safety Factors**

Collapse Design Safety Factor: 2.51 Joint Tensile Design Safety Factor type: DRY Body Tensile Design Safety Factor type: DRY Casing Design Assumptions and Worksheet(s): Burst Design Safety Factor: 3 Joint Tensile Design Safety Factor: 1.51 Body Tensile Design Safety Factor: 2.48

SD WE 23 Fed P25 4H 9ppt plan_06-14-2016.pdf

SALADO DRAW PROD CSG SPEC_09-23-2016.pdf

Section 4 - Cement

Casing String Type: SURFACE

Well Name: SD WE 23 FED P25

Stage Tool Depth:

Lead

Top MD of Segment: 0 Additives: NONE Density: 14.8 <u>Tail</u> Top MD of Segment: 18269 Additives: Density:

Casing String Type: INTERMEDIATE

Stage Tool Depth:

Lead

Top MD of Segment: 0 Additives: NONE Density: 11.9

Denony.

<u>Tail</u>

Top MD of Segment: 3700 Additives: NONE Density: 14.8

Casing String Type: PRODUCTION

Stage Tool Depth:

Lead Top MD of Segment: 3850 Additives: NONE Density: 12.5

Tail

Top MD of Segment: 18269 Additives: NONE Density: 15 Well Number: 4H

Cement Type: CLASS C Yield (cu.ff./sk): 1.35 Percent Excess: 125

Cement Type: Yield (cu.ff./sk): Percent Excess: 0

Cement Type: 50:50 POZ CLASS C Yield (cu.ff./sk): 2.43 Percent Excess: 150

Cement Type: CLASS C Yield (cu.ff./sk): 1.33 Percent Excess: 85

Cement Type: 50:50 POZ CLASS H & TXI Yield (cu.ff./sk): 1.62 Percent Excess: 35

Cement Type: ACID SOLUBLE Yield (cu.ff./sk): 2.18 Percent Excess: 0

Bottom MD Segment: 3700 Quantity (sks): 1045 Volume (cu.ft.): 2.43

Bottom MD Segment: 750

Quantity (sks): 894

Volume (cu.ft.): 1.35

Bottom MD Segment:

Quantity (sks):

Volume (cu.ft.):

Bottom MD Segment: 4700 Quantity (sks): 464 Volume (cu.ft.): 1.33

Bottom MD Segment: 18269 Quantity (sks): 2725 Volume (cu.ft.): 1.62

Bottom MD Segment: 19269 Quantity (sks): 116 Volume (cu.ft.): 2.18

Well Name: SD WE 23 FED P25

Well Number: 4H

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: IN ACCORDANCE WITH ONSHORE ORDER #2

Describe the mud monitoring system utilized: IN ACCORDANCE WITH ONSHORE ORDER #2 VISUAL MUD MONITORING EQPT, PVT, STROKE COUNTER, FLOW SENSOR

Circulating Medium Table

| Top Depth: 0 | Bottom Depth: 750 | | |
|-----------------------------|--------------------------------|--|--|
| Mud Type: SPUD MUD | | | |
| Min Weight (Ibs./gal.): 8.3 | Max Weight (Ibs./gal.): 8.7 | | |
| Density (Ibs/cu.ft.): | Gel Strength (lbs/100 sq.ft.): | | |
| PH: | Viscosity (CP): | | |
| Filtration (cc): | Salinity (ppm): | | |
| Additional Characteristics: | | | |
| Top Depth: 4700 | Bottom Depth: 19269 | | |
| Mud Type: OTHER | | | |
| Min Weight (Ibs./gal.): 8.3 | Max Weight (Ibs./gal.): 9.6 | | |
| Density (Ibs/cu.ft.): | Gel Strength (lbs/100 sq.ft.): | | |
| PH: Viscosity (CP): | | | |
| Filtration (cc): | Salinity (ppm): | | |
| Additional Characteristics: | | | |
| | | | |

Well Name: SD WE 23 FED P25

Well Number: 4H

| Top Depth: 750 | Bottom Depth: 4700 | |
|-----------------------------|--------------------------------|--|
| Mud Type: WATER-BASED MUD | | |
| Min Weight (Ibs./gal.): 9.5 | Max Weight (Ibs./gal.): 10.1 | |
| Density (lbs/cu.ft.): | Gel Strength (lbs/100 sq.ft.): | |
| PH: | Viscosity (CP): | |
| Filtration (cc): | Salinity (ppm): | |
| Additional Characteristics: | | |

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures: DRILL STEM TESTS ARE NOT PLANNED

List of open and cased hole logs run in the well: MWD

Coring operation description for the well:

CONVENTIONAL WHOLE CORE SAMPLES ARE NOT PLANNED DIRECTIONAL SURVEY WILL BE RUN

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4500

Anticipated Surface Pressure: 2522.19

Anticipated Bottom Hole Temperature(F): 145

Anticipated abnormal proessures, 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:

SD WE 23 Fed P25 H2S Summary_07-05-2016.pdf

Well Name: SD WE 23 FED P25

Well Number: 4H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

SD WE 23 Fed P25 4H - Plan 1 04-20-16_06-14-2016.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:

SUPO

Section 1 - Existing Roads

Will existing roads be used? YES Existing Road Map: SD WE 23 FED P25_Existing Roads_07-05-2016.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: REPAIR POT HOLES, CLEAR DITCHES, REPAIR CROWN, ETC.

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

SD WE 23 FED P25 New Roads_09-06-2016.pdf

New road type: LOCAL

Length: 4739

Feet

Width (ft.): 14

Max slope (%): 2

Max grade (%): 3

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: SUP

New road access plan or profile prepared? NO

Well Name: SD WE 23 FED P25

Well Number: 4H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: NONE

Access topsoil source: OFFSITE

Access surfacing type description:

Access onsite topsoil source depth:

Offsite topsoil source description: SUP

Onsite topsoil removal process:

Access other construction information: SUP

Access miscellaneous information: SUP

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER Drainage Control comments: SUP Road Drainage Control Structures (DCS) description: None Required 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: SD WE 23 FED PAD 25 - 1 MILE RADIUS Maps_06-08-2016_07-05-2016.pdf Existing Wells description:

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

Submit or defer a Proposed Production Facilities plan? SUBMIT Estimated Production Facilities description: Production Facilities description: Production Facilities map: SD WE 23 FED P25 1H-4H _RevAerialDetail_07-05-2016.pdf

Well Name: SD WE 23 FED P25

Well Number: 4H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING, Water source type: GW WELL STIMULATION, SURFACE CASING Describe type:

Source latitude:

Source longitude:

Source volume (acre-feet): 85.06944

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 660000

Source volume (gal): 27720000

Water source and transportation map:

SD WE 23 FED P25 1H-4H _RevAerialDetail_07-05-2016.pdf

Water source comments: Fresh water will be obtained from a private water source, stored in existing ponds in NE4 NW4 Section 19 of T26S-R33E & NW4 NW4 Section 29 of T26S R33E. New water well? NO

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 | e: | |
| Drilling method: | Drill material: | | |
| Grout material: | Grout depth: | | |
| Casing length (ft.): | Casing top depth (f | it.): | |
| Well Production type: | Completion Method | 1: | |
| Water well additional information: | | | |
| State appropriation permit: | | | |

Well Name: SD WE 23 FED P25

Well Number: 4H

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be sourced from a pit in Section 22, T26S-R33E or an alternative pit in Section 21, T26S-R32E, Lea County, NM.

Construction Materials source location attachment:

SD WE 23 P25 4H APD SUP_07-05-2016.pdf

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: GARBAGE & TRASH PRODUCED DURING DRILLING

Amount of waste: 200 barrels

Waste disposal frequency : Daily

Safe containment description: WILL BE COLLECTED IN A TRASH CONTAINER & DISPOSED OF AT A STATE APPROVED DISP FACILITY Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: STATE FACILITY Disposal type description:

Disposal location description: STATE APPROVED DISPOSAL FACILITY

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.)

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.)

Reserve pit volume (cu. yd.)

Well Name: SD WE 23 FED P25

Well Number: 4H

Cuttings area volume (cu. yd.)

Cuttings area depth (ft.)

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?: NO

Ancillary Facilities attachment:

SD WE 23 FED P25 1H-4H _Exhibit 4_06-14-2016.pdf

Comments: A COMPRESSOR STATION WILL BE CONSTRUCTED ADJACENT TO THE NEW TANK BTRY TO PROVIDE COMPRESSION FOR GAS LIFT

Section 9 - Well Site Layout

Well Site Layout Diagram:

SD WE 23 FED P25 1H-4H Rig Layout_07-05-2016.pdf SD WE 23 FED P25 4H_Well Pad_07-19-2016.pdf Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: NEW

Recontouring attachment:

SD WE 23 FED P25 1H-4H Cut and Fill_07-05-2016.pdfSD WE 23 P25 4H APD SUP_09-23-2016.pdfSD WE 23 FED P25 1H-4H Reclaimation Plat_09-23-2016.pdfDrainage/Erosion control construction: See SUPDrainage/Erosion control reclamation: See SUPWellpad long term disturbance (acres): 2.5WellpAccess road long term disturbance (acres): 1.5AccessPipeline long term disturbance (acres): 3.9352617PipelinOther long term disturbance (acres): 0OtherTotal long term disturbance: 7.9352617TotalReconstruction method: SUPSoil treatment: SUP

Wellpad short term disturbance (acres): 4 Access road short term disturbance (acres): 1.5 Pipeline short term disturbance (acres): 7.8705235 Other short term disturbance (acres): 0 Total short term disturbance: 13.370523

Existing Vegetation at the well pad: MESQUITE, SHRUBS, GRASS

Well Name: SD WE 23 FED P25

Well Number: 4H

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: MESEQUITE, SHRUBS, GRASS Existing Vegetation Community at the pipeline attachment: Existing Vegetation Community at other disturbances: MESEQUITE, SHRUBS, GRASS Existing Vegetation Community at other disturbances attachment: Non native seed used? NO Non native seed description: Seedling transplant description: Will seedlings be transplanted for this project? NO Seedling transplant description attachment: Will seed be harvested for use in site reclamation? NO Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

| Seed type: | Seed source: |
|----------------------|--------------------------|
| Seed name: | |
| Source name: | Source address: |
| Source phone: | |
| Seed cultivar: | |
| Seed use location: | |
| PLS poùnds per acre: | Proposed seeding season: |
| | T 1 1 1 1 1 |

Seed Summary Seed Type Pounds/Acre Total pounds/Acre:

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: KEVIN Phone: (432)687-7104 Last Name: DICKERSON Email: LFUH@CHEVRON.COM

Well Name: SD WE 23 FED P25

Well Number: 4H

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO Existing invasive species treatment description: Existing invasive species treatment attachment: Weed treatment plan description: See SUP Weed treatment plan attachment: Monitoring plan description: See SUP Monitoring plan attachment: Success standards: AS PER BLM REQUIREMENTS Pit closure description: None Required 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 Forest/Grassland:

USFS Ranger District:

Well Number: 4H

Section 12 - Other Information

Right of Way needed? YESUse APD as ROW? YESROW Type(s): 287001 ROW – Water Facility,288100 ROW – O&G Pipeline

ROW Applications

SUPO Additional Information: Use a previously conducted onsite? YES Previous Onsite information: On-site performed by BLM NRS: Paul Murphy 3/21/2016

Other SUPO Attachment

PWD

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

Well Name: SD WE 23 FED P25

Well Number: 4H

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:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: 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:

PWD disturbance (acres):

Well Name: SD WE 23 FED P25

Well Number: 4H

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:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number:

Assigned injection well API number?

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

PWD disturbance (acres):

Injection well name: Injection well API number:

Well Name: SD WE 23 FED P25

Well Number: 4H

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: 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: Other PWD discharge volume (bbl/day): Other PWD type description: Other PWD type attachment: Have other regulatory requirements been met? Other regulatory requirements attachment:

Bond Info

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: PWD disturbance (acres):

PWD disturbance (acres):

Well Name: SD WE 23 FED P25

Well Number: 4H

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

Operator Certification

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: Denise Pinkerton | | | Signed on: 06/14/2016 | |
|------------------------------|-------------------|--------------|-----------------------|--|
| Title: Regulatory Specialist | | | | |
| Street Address: 6301 Deauv | rille Blvd. | | | |
| City: Midland | State: TX | | Zip: 79706 | |
| Phone: (432)687-7375 | | | | |
| Email address: leakejd@che | evron.com | | | |
| Field Representa | ative | | | |
| Representative Name: | | | | |
| Street Address: | | | | |
| City: | State: | | Zip: | |
| Phone: | | | | |
| Email address: | | | | |
| | | Payment Info | | |
| Payment | | | | |
| APD Fee Payment Method: | BLM DIRECT | | | |
| CBS Receipt number: | 3586282 | | | |

ONSHORE ORDER NO. 1 Chevron SD WE 23 Fed P25 4H Lea County, NM

1. FORMATION TOPS

The estimated tops of important geologic markers are as follows:

| FORMATION | SUB-SEA TVD | KBTVD | MD |
|---------------------------|-------------|-------|-------|
| Rustler | 2473 | 650 | |
| Castile | 123 | 3000 | |
| Lamar | -1577 | 4700 | |
| Bell Canyon | -1857 | 4980 | |
| Cherry Canyon | -2752 | 5875 | |
| Brushy Canyon | -4302 | 7425 | |
| Bone Spring Limestone | -5682 | 8805 | |
| Upr. Avalon | -5752 | 8875 | |
| | | - | |
| Lateral TD (Upper Avalon) | -5867 | 8990 | 19269 |

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 | xpected Base of Fresh Water | 700 |
| Water | Rustler | 650 |
| Water | Bell Canyon | 4980 |
| Water | Cherry Canyon | 5875 |
| Oil/Gas | Brushy Canyon | 7425 |
| Oil/Gas | Bone Spring Limestone | 8805 |
| Oil/Gas | Upr. Avalon | 8875 |
| | | |
| | | · · · · · · · · · · · · · · · · · · · |

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

3. BOP EQUIPMENT

Will have a minimum of a 5000 psi rig stack (see proposed schematic) for drill out below surface casing. Stack will be tested as specified in the attached testing 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.

Chevron requests a variance to use a FMC UH2 Multibowl wellhead, which will be run through the rig foor 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 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 SD WE 23 Fed P25 4H Lea County, NM

4. CASING PROGRAM

a. The proposed casing program will be as follows:

| Purpose | From | То | Hole Size | Csg Size | Weight | Grade | Thread | ondition |
|--------------|------|---------|-----------|----------|--------|---------|-----------|----------|
| Surface | 0' | 850' | 17-1/2" | 13-3/8" | 55 # | J55 | STC | New |
| Intermediate | 0' | 4,700' | 12-1/4" | 9-5/8" | 40 # | HCK-55 | LTC | New |
| Production | 0' | 19,269' | 8-3/4" | 5-1/2" | 20.0 # | HCP-110 | TXP BTC S | 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 recalcuated & 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:

| Surface Casing: | 850' | | | |
|----------------------|--------------|----------------------------|----------------|------------------|
| Intermediate Casing: | 4800' | | | |
| Production Casing: | 22,000' ME | 0/9,200' TVD (12,800' VS (| @ 90 deg inc) | |
| Casing String | Min SF Burst | Min SF Collapse | Min SF Tension | Min SF Tri-Axial |
| Surface | 1.40 | 1.92 | 2.40 | 1.75 |
| Intermediate | 1.21 | 3.02 | 2.15 | 1.48 |
| Production | 1.30 | 2.51 | 2.48 | 1.51 |

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 | X | X | X |
| P external: Water | | | |
| P internal: Test psi + next section heaviest mud in csg | 3 | | |
| Displace to Gas- Surf Csg | X | | |
| P external: Water | | | |
| P internal: Dry Gas from Next Csg Point | | | |
| Frac at Shoe, Gas to Surf- Int Csg | | X | 0 |
| P external: Water | | | |
| P internal: Dry Gas, 13 ppg Frac Gradient | | | |
| Stimulation (Frac) Pressures- Prod Csg | | | X |
| P external: Water | | | |
| P internal: Max inj pressure w/ heaviest injected fluid | | | |
| Tubing leak- Prod Csg (packer at KOP) | | | X |
| P external: Water | | | |
| P internal: Leak just below surf, 8.7 ppg packer fluid | | | |
| Collapse Design | | | |
| Full Evacuation | X | X | X |
| P external: Water gradient in cement, mud above TOC | ; | | |
| P internal: none | | | |
| Cementing- Surf, Int, Prod Csg | X | X | X |
| P external: Wet cement | | | |
| P internal: water | | | |
| Tension Design | | | |
| 100k lb overpull | X | X | X |

ONSHORE ORDER NO. 1 Chevron SD WE 23 Fed P25 4H Lea County, NM

5. CEMENTING PROGRAM

| Slurry | Туре | Тор | Bottom | Weight | Yield | %Excess | Sacks | Water |
|--------------------|-------------------|---------|---------|--------|------------|-----------|-------|--------|
| Surface | | | | (ppg) | (sx/cu ft) | Open Hole | | gal/sk |
| Tail | Class C | 0' | 750' | 14.8 | 1.35 | 125 | 894 | 6.57 |
| Intermediate | | | | | | | | |
| Lead | 50:50 Poz Class C | 0' | 3,700' | 11.9 | 2.43 | 150 | 1045 | 14.21 |
| Tail Production | Class C | 3,700' | 4,700' | 14.8 | 1.33 | 85 | 464 | 6.37 |
| 1st Lead | 50:50 Poz Class H | 3,850' | 8,458' | 11.5 | 2.51 | 50 | 656 | 15.51 |
| 2nd Lead | TXI | 8,458' | 18,269' | 12.5 | 1.62 | 35 | 2069 | 9.64 |
| Tail | Acid Soluble | 18,269' | 19,269' | 15 | 2.18 | 0 | 116 | 11.42 |

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.

6. MUD PROGRAM

| From | То | Туре | Weight | F. Vis | Filtrate |
|--------|---------|----------|------------|---------|----------|
| 0' | 750' | Spud Mud | 8.3 - 8.7 | 32 - 34 | NC - NC |
| 750' | 4,700' | Brine | 9.5 - 10.1 | 28 - 30 | NC - NC |
| 4,700' | 8,458' | Invermul | 8.3 - 9.6 | 70 - 75 | 25 - 30 |
| 8,458' | 9,374' | Invermul | 8.3 - 9.6 | 70 - 75 | 25 - 30 |
| 9,374' | 19,269' | Invermul | 8.3 - 9.6 | 70 - 75 | 25 - 30 |

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 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 | Vendor |
|---------|--------------|---------------------|---------------------|--------|
| Mudlogs | 2 man mudlog | Int Csg to TD | Drillout of Int Csg | TBD |
| LWD | MWD Gamma | Int. and Prod. Hole | While Drilling | TBD |

c. Conventional whole core samples are not planned.

d. A Directional Survey will be run.

8. ABNORMAL PRESSURES AND HYDROGEN SULFIDE

a. No abnormal pressures or temperatures are expected. Estimated BHP is: 4500 psi b. Hydrogen sulfide gas is not anticipated. An H2S Contingency plan is attached with this APD in the event that H2S is encountered





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 System www.nmonecall.org.

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. 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 as the basis for the issuance of a permit.



Robert L. Lastrapes Registration No. 23006

| CENTERLI | NE PROPOSED AC | CESS ROAD |
|----------|-----------------|-----------|
| COURSE | BEARING | DISTANCE |
| 1-2 | N 89° 38' 23" E | 49.93' |
| 2-3 | N 00° 21' 07" W | 575.73 |
| 3-4 | N 89° 34' 55" E | 3465.96' |
| 4-5 | S 89° 28' 31" E | 516.74' |

| | S | URFACE USE PI | LAT | Page 3 of 3 |
|---------------------|-----------------------|--|-----------------------------|-------------|
| P | ROPOS SD WE SE(| /RON U.S./ SED PAD & ACCI 23 FED P25 NO. CTION 23, T26S- COUNTY, NEW M | ESS ROAD 4H WELL R32E | |
| DRAWN BY: BOR | | RE | VISIONS | gen in the |
| PROJ. MGR.: VHV | No. 1 | DATE: 06/20/2016 | REVISED BY: BOR | र |
| DATE: 03/23/2016 | No. | DATE: | REVISED BY: | |
| FILENAME: T:\2016\2 | 163840\D\ | WG\SD WE 23 FED P2 | 5 4H_SUP.dwg | |



BLOWOUT PREVENTOR SCHEMATIC

Minimum Requirements

OPERATION : Intermediate and Production Hole Sections

Minimum System Pressure Rating : 5,000 psi



CHOKE MANIFOLD SCHEMATIC

Minimum Requirements

OPERATION : Intermediate and Production Hole Sections

Minimum System : 5,000 psi Pressure Rating



After Installation Checklist is complete, fill out the information below and email to Superintendent and Drilling Engineer

Wellname:

Representative:

Date:

BOPE Testing

Minimum Requirements

Closing Unit and Accumulator Checklist

The following item must be performed, verified, and checked off at least once per well prior to low/high pressure testing of BOP equipment. This must be repeated after 6 months on the same well.

Precharge pressure for each accumulator bottle must fall within the range below. Bottles may be further charged with nitrogen gas only. Tested precharge pressures must be recorded for each individual bottle and kept on location through the end of the well. Test will be conducted prior to connecting unit to BOP stack.

| Check one that applies | | Minimum acceptable operating pressure | Desired precharge pressure | Maximum acceptable precharge pressure | Minimum acceptable precharge pressure |
|------------------------------|----------|--|-------------------------------|--|--|
| | 1500 psi | 1500 psi | 750 psi | 800 psi | 700 psi |
| | 2000 psi | 2000 psi | 1000 psi | 1100 psi | 900 psi |
| | 3000 psi | 3000 psi | 1000 psi | 1100 psi | 900 psi |

Accumulator will have sufficient capacity to open the hydraulically-controlled choke line valve (if used), close all rams, close the annular preventer, and retain a minimum of 200 psi above the maximum acceptable precharge pressure (see table above) on the closing manifold without the use of the closing pumps. This test will be performed with test pressure recorded and kept on location through the end of the well

Accumulator fluid reservoir will be double the usable fluid volume of the accumulator system capacity. Fluid level will be maintained at manufacturer's recommendations. Usable fluid volume will be recorded. Reservoir capacity will be recorded. Reservoir fluid level will be recorded along with manufacturer's recommendation. All will be kept on location through the end of the well.

Closing unit system will have two independent power sources (not counting accumulator bottles) to close the preventers.

Power for the closing unit pumps will be available to the unit at all times so that the pumps will automatically start when the closing valve manifold pressure decreases to the pre-set level. It is recommended to check that air line to accumulator pump is "ON" during each tour change.

With accumulator bottles isolated, closing unit will be capable of opening the hydraulically-operated choke line valve (if used) plus close the annular preventer on the smallest size drill pipe within 2 minutes and obtain a minimum of 200 psi above maximum acceptable precharge pressure (see table above) on the closing manifold. Test pressure and closing time will be recorded and kept on location through the end of the well.

Master controls for the BOPE system will be located at the accumulator and will be capable of opening and closing all preventer and the choke line valve (if used)

Remote controls for the BOPE system will be readily accessible (clear path) to the driller and located on the rig floor (not in the dog house). Remote controls will be capable of closing all preventers.

Record accumulator tests in drilling reports and IADC sheet

BOPE Test Checklist

The following item must be ckecked off prior to beginning test

BLM will be given at least 4 hour notice prior to beginning BOPE testing

Valve on casing head below test plug will be open

Test will be performed using clear water.

The following item must be performed during the BOPE testing and then checked off

BOPE will be pressure tested when initially installed, whenever any seal subject to test pressure is broken, following related repairs, and at a minimum of 30 days intervals. Test pressure and times will be recorded by a 3rd party on a test chart and kept on location through the end of the well.

Test plug will be used

Ram type preventer and all related well control equipment will be tested to 250 psi (low) and 5,000 psi (high).

Annular type preventer will be tested to 250 psi (low) and 3,500 psi (high).

Valves will be tested from the working pressure side with all down stream valves open. The check valve will be held open to test the kill line valve(s)

Each pressure test will be held for 10 minutes with no allowable leak off.

Master controls and remote controls to the closing unit (accumulator) must be function tested as part of the BOP testing

Record BOP tests and pressures in drilling reports and IADC sheet

After Installation Checklist is complete, fill out the information below and email to Superintendent and Drilling Engineer along with any/all BOP and accumulator test charts and reports from 3rd parties.

Wellname:

Representative:

Date: