

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

HOBBS OCD

DEC 09 2016
RECEIVED

OGD-HOBBS

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

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other: UNKNOWN OTH	5. Lease Serial No. NMMN118722
2. Name of Operator CHEVRON U.S.A. INC. Contact: DENISE PINKERTON E-Mail: leakejd@chevron.com	6. If Indian, Allottee or Tribe Name
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706	7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 432-687-7375	8. Well Name and No. SALADO DRAW SWD 13 001 ✓
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 13 T26S R32E Mer NMP 290FSL 10FWL ✓	9. API Well No. 30-025-42354
	10. Field and Pool or Exploratory Area SWD; DEVONIAN SILURIAN
	11. County or Parish, State LEA COUNTY, NM

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
	<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 an amendment to the previously approved deepening of the Salado Draw 13 #1 SWD based on the following explanation. The original approval contained a Condition of Approval (#10) that resistivity logs be provided for the entire open hole section. During the technical review of this job, the team determined that the wellbore diameter was insufficient for conventional resistivity logging tools. Due to the high risk involved in running a resistivity log in such a tight hole, the team determined that as a replacement for resistivity logs, a full suite of mudlogging analysis would be conducted including total gas readings (C1-C5) and detailed analysis of each sample (fluorescence and cut) through the open hole section.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct. Electronic Submission #358255 verified by the BLM Well Information System For CHEVRON U.S.A. INC., sent to the Hobbs Committed to AFMS for processing by DEBORAH MCKINNEY on 11/18/2016 ()	
Name (Printed/Typed) DENISE PINKERTON	Title PERMITTING SPECIALIST
Signature (Electronic Submission)	Date 11/17/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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 _____		

APPROVED
NOV 28 2016
BUREAU OF LAND MANAGEMENT
CASSIDY 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.

(Instructions on page 2)

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

K3

Conditions of Approval

**Chevron USA Inc
Salado Draw SWD - 01, API 3002542354
T26S-R32E, Sec 13, 290FSL & 10FWL
November 28, 2016**

- 1. Operator is required to have the BLM approved 06/08/2016 NOI procedure with applicable conditions of approval on location for this workover operation.**
- 2. A variance is granted to Condition of Approval (#10) to eliminate resistivity logs as requested on the NOI of 11/17/2016 provided results of the mudlogging analysis of that NOI and swab testing as described here are submitted.**
- 3. The well is considered a commercial hydrocarbon producer until evidence of paying quantities of hydrocarbons are not produced when the well has a pumped off fluid level.**
- 4. A minimum of 1000 barrels is to be withdrawn from the proposed disposal formation after any recent stimulation load volumes have been recovered. Reports of ten samples from the last 200bbls analyzed for hydrocarbons and insitu salinity by a reputable laboratory. BLM agreement is to be obtained prior to the well is utilized as a disposal well.**
- 5. The swabbing procedure is to be witnessed by BLM. Notify pswartz@blm.gov, 575-200-7902 24 hours prior to the 10 samples of paragraph 4. being taken.**