Form 3160-5 (August 2007)	UNITED STATE EPARTMENT OF THE I UREAU OF LAND MANA	UCD Hobbs		FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No.			
HOBBS DEPARTMENT OF THE INTERIOR 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.					5. Lease Serial No. NMNM118723		
HOL abandoned we	6. If Indian, Allottee or Tribe Name						
JAN SUBMITIN TRI	7. If Unit or CA/Agreement, Name and/or No.						
1. Type of Well Gas Well Other					8. Well Name and No. SD WE 23 FED P25 001H		
2. Name of Operator CHEVRON USA INC		9. API Well No. 30 - 025 - 43460					
3a. Address 1616 W. BENDER BLVD HOBBS, NM 88240		(include area code) 7-7375		10. Field and Pool, or Exploratory JENNINGS			
4. Location of Well (Footage, Sec., 7))			11. County or Parish, ar	nd State		
Sec 23 T26S R32E SESW 26 32.021484 N Lat, 103.645325				LEA COUNTY, N	IM		
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICATE N	ATURE OF 1	NOTICE, RI	EPORT, OR OTHER	DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	Acidize	Deepe	n	Product	ion (Start/Resume)	UWater Shut-Off	
Subsequent Report	□ Alter Casing	Fractu		Reclamation Reclamation		U Well Integrity	
	Casing Repair	_	Construction	Recomp		Other Change to Original A	
Final Abandonment Notice	 Change Plans Convert to Injection 	Plug a	nd Abandon	□ Tempor □ Water D	arily Abandon	PD	
following completion of the involved testing has been completed. Final Al determined that the site is ready for f THIS SUNDRY IS A REQUES UNDER THE NM DAM JURIS PAUL MURPHY, BLM, IS AW THIS REQUEST IS FOR PAD SD WE 23 FED P25 #001, #0 WERE JUST APPROVED BY PLEASE FIND ATTACHED A ANY QUESTIONS SHOULD F	bandonment Notices shall be fil inal inspection.) ST TO EXTEND THE OR SDICTION. VARE OF THIS CHANGE. 0 25 WELLS AND INCLU 02, #003, & #004. (***NO 7 THE BLM) PLAT FOR THE PROPC	ed only after all rec IGINAL FRAC F DES: DTEWE DO N DSED FRAC PC	UITEMENTS, INCLUC POND BY 225 OT HAVE AP ND EXTENSI	IIN ORDER	n, have been completed, an	nd the operator has	
14. I hereby certify that the foregoing is true and correct.							
Electronic Submission #354197 verified by the BLM Well Information System For CHEVRON USA INC, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 10/17/2016 (17PP0062SE)							
Name (Printed/Typed) DENISE PINKERTON			Title PERMITTING SPECIALIST				
Signature (Electronic S			Date 10/11/2				
	THIS SPACE FO	DR FEDERAL	OR STATE	OFFICE US	SE		
Approved By Carly My M			Title FIELD MANAGER				
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.							
** BLM REVISED **							



NE EXTENSION CORNER	NW EXTENSION CORNER	SW EXTENSION CORNER	SE EXTENSION CORNER	
X= 716,650 NAD 27 Y= 378,569	X= 716,425 NAD 27 Y= 378,568	X= 716,428 NAD 27 Y= 377,868	X= 716,653 NAD 27 Y= 377,869	
ELEVATION +????' NAVD 88	ELEVATION +3188' NAVD 88	ELEVATION +3176' NAVD 88	ELEVATION +????' NAVD 88	

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 - 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.



PAGE 2 OF 2

SURFACE USE PLAT

CHEVRON U.S.A. INC. PROPOSED FRAC POND EXTENSION SALADO DRAW FRAC POND SECTION 13, T26S-R32E

LEA COUNTY, NEW MEXICO



BLM LEASE NUMBER: NMNM118723 COMPANY NAME: Chevron ASSOCIATED WELL NAME: SD WE 23 FED P25 001H

PRODUCED WATER FRAC POND CONDITIONS OF APPROVAL

A copy of the application (APD, Grant, or Sundry Notice) and attachments, including stipulations, survey plat and diagram, will be on location during construction. BLM personnel may request to see a copy of your permit during construction to ensure compliance with all conditions of approval. Construction will cease until the permit is on location.

Holder agrees to comply with the following conditions of approval to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this permit.

2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated.

3. Required Standard Conditions of Approval:

a. Notification

Contact the Supervisory Environmental Protection Specialist, Jim Amos, at 575-234-5909 at least 24 hours prior to starting construction.

b. Contamination

The operator will preclude releases of oil into open ponds. The operator must remove any accumulation of oil, condensate, or contaminant in a pond within 48 hours of discovery.

c. Authorized Disturbance

Confine all construction and maintenance activity to the approved authorized area applied for in the application.

d. Liner

The pond must have at least two 60 mil liners. The pond liner shall be maintained in good working condition, with no tears or holes, until the pond is closed. No trash, pipe, barrels, wireline, or metal equipment is permitted in the pond.

e. Freeboard

Ponds shall be constructed to preclude the accumulation of precipitation runoff and maintain a minimum of 2 feet of freeboard between the maximum fluid level and the lowest point of containment at all times. If pond fluids threaten to rise to a level allowing less than 2 feet of freeboard, steps shall immediately be taken to prevent introduction of additional fluids until sufficient pond capacity has been restored through fluid removal or an alternative containment method is approved and installed.

f. Monitor:

Personnel or a monitor must be onsite when the pond is in use.

g. Escape Ramps

The operator will construct and maintain frac ponds to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in frac ponds. Escape ramps must be installed at every corner of the frac pond and in the center of each side if that side exceeds 100 feet in length. Escape ramps must be in contact with the side of the frac pond, bottom of the frac pond, and the top of the frac pond berm. Escape ramps <u>cannot</u> be made of metal and <u>cannot</u> be steeper than a 3:1 slope (Horizontal Distance: Vertical Distance) or 30% slope. (*Examples of escape ramps: 12'' wide wooden planks wrapped in matting, felt lining, etc.*)

h. Exclosure Netting

The operator will prevent humans, wildlife (including avian wildlife), and livestock access to fluid ponds that contain or have potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will install approved netting over ponds containing fluid in accordance with the requirements below. (*Note: The BLM does not approve of the use of flagging, strobe lights, metal reflectors, or noise makers as techniques for deterring wildlife*.)

Minimum Netting Requirements - The operator will:

- Construct a rigid structure made of steel tubing or wooden posts with cable strung across the pond at no more than seven (7) foot intervals along the X- and Y-axes to form a grid of 7 foot squares.
- Suspend netting a minimum of 2 feet above the fluid surface.
- Use a maximum netting mesh size of $1\frac{1}{2}$ inches to exclude most birds.
- Cover the top and all sides of the netting support frame with netting and secure the netting at the ground surface around the entire pond to prevent wildlife entry at the netting edges. (*Note*: Hog wire panels or other wire mesh panels or fencing used on the sides of the netting support frame is ineffective in excluding small wildlife and birds unless covered by the smaller mesh netting.)
- Installation of the net must commence immediately after high activity operations cease. High activity operations include drilling operations and fracturing operations.
- Monitor and maintain the netting sufficiently to ensure the netting is functioning as intended, has not entrapped wildlife, and is free of holes and gaps greater than 1 ½ inches.
- Flagging or tags must be installed on the net in the center of the pond.

i. Mineral Material from Excavation

Mineral materials extracted during construction of the frac pond will be stored onlocation and/or used for constructing the frac pond.

j. Topsoil Stockpile

The operator shall strip at least the top 6 inches of soil (root zone) from the entire frac pond area and stockpile the topsoil approximately 25 feet outside the bermed perimeter of the pond in a low profile manner, reasonably protected from wind and water erosion. Topsoil shall not be used for constructing the produced water pond. The topsoil will be used for final reclamation purposes only.

k. Frac Pond Fence

. .

The operator will install and maintain exclosure fencing on all sides of the frac pond to prevent access to public, livestock, and large forms of wildlife. The fence shall be installed at the base of the berm and never on top of the berm. Construction of the fence shall consist of steel and/or wooden posts set firmly into natural ground. Hog panel or chain-link fencing must be used as the fence and tied securely to the fence posts. Barbed-wire fencing or electric fences <u>shall not</u> be used. The fence height <u>shall not</u> be shorter than six (6) feet. The erected fence shall be maintained in adequate condition until the frac pond is reclaimed.

1. Erosion Prevention

Install earthen erosion-control structures as are suitable for the specific terrain and soil conditions.

m. Reclamation Start

- I. Reclamation efforts will commence immediately after the frac pond is no longer needed for the purpose of completing wells.
- II. Within 3 months of completion of frac operations on associated wells, all earthwork and final reclamation must be completed. This includes reclaiming and/or removal of:
 - i. Any roads approved for use with the pond
 - ii. Surface water lines
 - iii. Tanks, pumps, fencing etc.

Requirements for Operations and Final Reclamation:

4. If, during any phase of the construction, operation, maintenance, or termination of the frac pond, any pollutant should be released from the contaminated frac pond, the control and total removal, disposal, and cleaning up of such pollutant, wherever found, shall be the responsibility of holder, regardless of fault.

Upon failure of holder to control, dispose of, or clean up such discharge, or to repair all damages resulting there-from, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to

determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

6. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

7. After all disturbed areas have been satisfactorily contoured and prepared for seeding the location needs to be revegetated with the seed mixture provided. Seeding may need to be repeated until revegetation is successful. Operators shall contact Jim Amos, Supervisor, Environmental Protection – (575)234-5909, **prior** to beginning surface reclamation operations.

8. Seeding is required: Use the following seed mix.

- () seed mixture 1 (X) seed mixture 2
- () LPC mixture
- () seed mixture 3
- () seed mixture 4
- () Aplomado Falcon mix