

Carlsbad Field Office OCD Hobbs

Form 3160-3
(March 2012)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

HOBBS OCD
MAR 09 2017
RECEIVED

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMLC065876A
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator CHEVRON USA INC (4323)		7. If Unit or CA Agreement, Name and No. 8. Lease Name and Well No. (317518) SD WE 24 FED P24 7H
3a. Address 6301 Deauville Blvd. Midland TX 79706	3b. Phone No. (include area code) (432)687-7866	9. API Well No. 30-025-43675 (97955)
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface SESE / 200 FSL / 1185 FEL / LAT 32.021488 / LONG -103.623649 At proposed prod. zone NENE / 180 FNL / 440 FEL / LAT 32.049896 / LONG -103.621231		10. Field and Pool or Exploratory (97955) WC-024-G-06 5263319 P.B.S. 11. Sec., T. R. M. or Blk. and Survey or Area SEC 24 / T26S / R32E / NMP
14. Distance in miles and direction from nearest town or post office* 33 miles		12. County or Parish LEA
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 200 feet		13. State NM
16. No. of acres in lease 80	17. Spacing Unit dedicated to this well 320	
18. Distance from proposed location* to nearest well, drilling, completed, 25 feet applied for, on this lease, ft.	19. Proposed Depth 9120 feet / 19399 feet	20. BLM/BIA Bond No. on file FED: CA0329
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3136 feet	22. Approximate date work will start* 01/01/2017	23. Estimated duration 120 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

- | | |
|---|---|
| 1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the BLM. |
|---|---|

25. Signature (Electronic Submission)	Name (Printed/Typed) Denise Pinkerton / Ph: (432)687-7375	Date 10/17/2016
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Title
Regulatory Specialist

Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Cody Layton / Ph: (575)234-5959	Date 03/01/2017
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Title
Supervisor Multiple Resources
Office
HOBBS

Application approval 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.
Conditions of approval, if any, are attached.

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.

(Continued on page 2)

*(Instructions on page 2)

APPROVED WITH CONDITIONS

Ka
03/10/17

APD ID: 10400006784	Submission Date: 10/17/2016	Highlight All Changes
Operator Name: CHEVRON USA INC	Federal/Indian APD: FED	
Well Name: SD WE 24 FED P24	Well Number: 7H	
Well Type: OIL WELL	Well Work Type: Drill	

Application

Section 1 - General

APD ID: 10400006784	Tie to previous NOS?	Submission Date: 10/17/2016
BLM Office: HOBBS	User: Denise Pinkerton	Title: Regulatory Specialist
Federal/Indian APD: FED	Is the first lease penetrated for production Federal or Indian? FED	
Lease number: NMLC065876A	Lease Acres: 80	
Surface access agreement in place?	Allotted?	Reservation:
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		

Operator Info

Operator Organization Name: CHEVRON USA INC
Operator Address: 6301 Deauville Blvd. **Zip:** 79706
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	Mater Development Plan name:
Well in Master SUPO? NO	Master SUPO name:
Well in Master Drilling Plan? NO	Master Drilling Plan name:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Well Name: SD WE 24 FED P24

Well Number: 7H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: JENNINGS

Pool Name: UPPER BN SPR SHALE

Is the proposed well in an area containing other mineral resources? OIL

Describe other minerals:

Is the proposed well in a Helium production area? N

Use Existing Well Pad? YES

New surface disturbance? Y

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: SD WE 24 P24

Number: 5H - 7H

Well Class: HORIZONTAL

Number of Legs:

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: 200 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: SD WE 24 FED P24 7H_WellPlat_10-14-2016.pdf

SD WE 24 P24 7H_C102 signed_10-14-2016.pdf

Well work start Date: 01/01/2017

Duration: 120 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NGVD29

Survey number:

STATE: NEW MEXICO

Meridian: NEW MEXICO PRINCIPAL County: LEA

Latitude: 32.021488

Longitude: -103.623649

SHL

Elevation: 3136

MD: 0

TVD: 0

Leg #: 1

Lease Type: FEDERAL

Lease #: NMLC065876A

NS-Foot: 200

NS Indicator: FSL

EW-Foot: 1185

EW Indicator: FEL

Twsp: 26S

Range: 32E

Section: 24

Aliquot: SESE

Lot:

Tract:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

	STATE: NEW MEXICO	Meridian: NEW MEXICO PRINCIPAL	County: LEA
	Latitude: 32.049896	Longitude: -103.621231	
KOP	Elevation: -5496	MD: 8693	TVD: 8632
Leg #: 1	Lease Type: FEDERAL	Lease #: NMNM118722	
	NS-Foot: 180	NS Indicator: FNL	
	EW-Foot: 440	EW Indicator: FEL	
	Twsp: 26S	Range: 32E	Section: 13
	Aliquot: NENE	Lot:	Tract:
	STATE: NEW MEXICO	Meridian: NEW MEXICO PRINCIPAL	County: LEA
	Latitude: 32.049896	Longitude: -103.621231	
PPP	Elevation: -5906	MD: 9186	TVD: 9042
Leg #: 1	Lease Type: FEDERAL	Lease #: NMNM118722	
	NS-Foot: 180	NS Indicator: FNL	
	EW-Foot: 440	EW Indicator: FEL	
	Twsp: 26S	Range: 32E	Section: 13
	Aliquot: NENE	Lot:	Tract:
	STATE: NEW MEXICO	Meridian: NEW MEXICO PRINCIPAL	County: LEA
	Latitude: 32.049896	Longitude: -103.621231	
EXIT	Elevation: -5983	MD: 19250	TVD: 9119
Leg #: 1	Lease Type: FEDERAL	Lease #: NMNM118722	
	NS-Foot: 180	NS Indicator: FNL	
	EW-Foot: 440	EW Indicator: FEL	
	Twsp: 26S	Range: 32E	Section: 13
	Aliquot: NENE	Lot:	Tract:
	STATE: NEW MEXICO	Meridian: NEW MEXICO PRINCIPAL	County: LEA
	Latitude: 32.049896	Longitude: -103.621231	
BHL	Elevation: -5984	MD: 19399	TVD: 9120
Leg #: 1	Lease Type: FEDERAL	Lease #: NMNM118722	
	NS-Foot: 180	NS Indicator: FNL	
	EW-Foot: 440	EW Indicator: FEL	

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Twsp: 26S

Range: 32E

Section: 13

Aliquot: NENE

Lot:

Tract:

Drilling Plan

Section 1 - Geologic Formations

ID: Surface formation

Name: RUSTLER

Lithology(ies):

ANHYDRITE

Elevation: 3136

True Vertical Depth: 0

Measured Depth: 0

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 1

Name: CASTILE

Lithology(ies):

DOLOMITE

Elevation: 136

True Vertical Depth: 3000

Measured Depth: 3000

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 2

Name: LAMAR LS

Lithology(ies):

Elevation: -1564

True Vertical Depth: 4700

Measured Depth: 4700

Mineral Resource(s):

NONE

Is this a producing formation? N

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

ID: Formation 3

Name: BELL CANYON

Lithology(ies):

SANDSTONE

Elevation: -1844

True Vertical Depth: 4980

Measured Depth: 4980

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 4

Name: CHERRY CANYON

Lithology(ies):

SANDSTONE

Elevation: -2739

True Vertical Depth: 5875

Measured Depth: 5875

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 5

Name: BRUSHY CANYON

Lithology(ies):

SANDSTONE

Elevation: -4289

True Vertical Depth: 7425

Measured Depth: 7425

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 6

Name: BONE SPRING LIME

Lithology(ies):

LIMESTONE

Elevation: -5669

True Vertical Depth: 8805

Measured Depth: 8805

Mineral Resource(s):

NONE

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Is this a producing formation? N

ID: Formation 7

Name: AVALON

Lithology(ies):

SHALE

Elevation: -5984

True Vertical Depth: 9120

Measured Depth: 19399

Mineral Resource(s):

OIL

Is this a producing formation? Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 22000

Equipment: MINIMUM OF 5000 PSI BOP STACK AND CHOKE (SEE PROPOSED SCHEMATIC) WILL BE UTILIZED.

Requesting Variance? YES

Variance request: CHEVRON REQUESTS A VARIANCE TO USE A FMC UH2 MULTIBOWL WELLHEAD. PLEASE SEE THE ATTACHED WELLHEAD SCHEMATIC.

Testing Procedure: STACK WILL BE TESTED AS SPECIFIED IN THE ATTACHED TESTING REQUIREMENTS, UPON NU AND NOT TO EXCEED 30 DAYS.

Choke Diagram Attachment:

SD WE 24 P24 7H_BOPE CHOKE_10-14-2016.pdf

BOP Diagram Attachment:

SD WE 24 P24 7H_BOPE CHOKE_10-14-2016.pdf

Section 3 - Casing

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

String Type: SURFACE

Other String Type:

Hole Size: 17.5

Top setting depth MD: 0

Top setting depth TVD: 0

Top setting depth MSL: -5984

Bottom setting depth MD: 750

Bottom setting depth TVD: -750

Bottom setting depth MSL: -5234

Calculated casing length MD: 750

Casing Size: 13.375

Other Size

Grade: J-55

Other Grade:

Weight: 55

Joint Type: STC

Other Joint Type:

Condition: NEW

Inspection Document:

Standard: API

Spec Document:

Tapered String?: N

Tapered String Spec:

Safety Factors

Collapse Design Safety Factor: 1.92

Burst Design Safety Factor: 1.4

Joint Tensile Design Safety Factor type: DRY

Joint Tensile Design Safety Factor: 2.4

Body Tensile Design Safety Factor type: DRY

Body Tensile Design Safety Factor: 1.75

Casing Design Assumptions and Worksheet(s):

SD WE 24 Fed P24 7H 9ppt plan_10-17-2016.pdf

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

String Type: INTERMEDIATE

Other String Type:

Hole Size: 12.25

Top setting depth MD: 750

Top setting depth TVD: 0

Top setting depth MSL: -5984

Bottom setting depth MD: 4600

Bottom setting depth TVD: -4555

Bottom setting depth MSL: -1429

Calculated casing length MD: 3850

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: 3.02

Burst Design Safety Factor: 1.21

Joint Tensile Design Safety Factor type: DRY

Joint Tensile Design Safety Factor: 2.15

Body Tensile Design Safety Factor type: DRY

Body Tensile Design Safety Factor: 1.48

Casing Design Assumptions and Worksheet(s):

SD WE 24 Fed P24 7H 9ppt plan_10-17-2016.pdf

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

String Type: PRODUCTION

Other String Type:

Hole Size: 8.75

Top setting depth MD: 4600

Top setting depth TVD: 0

Top setting depth MSL: -5984

Bottom setting depth MD: 19399

Bottom setting depth TVD: -9048

Bottom setting depth MSL: 3064

Calculated casing length MD: 14799

Casing Size: 5.5

Other Size

Grade: HCP-110

Other Grade:

Weight: 20

Joint Type: OTHER

Other Joint Type: TXP BTC

Condition: NEW

Inspection Document:

Standard: API

Spec Document:

Tapered String?: N

Tapered String Spec:

Safety Factors

Collapse Design Safety Factor: 2.51

Burst Design Safety Factor: 1.3

Joint Tensile Design Safety Factor type: DRY

Joint Tensile Design Safety Factor: 2.48

Body Tensile Design Safety Factor type: DRY

Body Tensile Design Safety Factor: 1.51

Casing Design Assumptions and Worksheet(s):

SALADO DRAW PROD CSG SPEC_10-14-2016.pdf

SD WE 24 Fed P24 7H 9ppt plan_10-17-2016.pdf

Section 4 - Cement

Casing String Type: SURFACE

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Stage Tool Depth:

Lead

Top MD of Segment: 0

Bottom MD Segment: 750

Cement Type: CLASS C

Additives: NONE

Quantity (sks): 865

Yield (cu.ff./sk): 1.35

Density: 14.8

Volume (cu.ft.): 208

Percent Excess: 125

Casing String Type: INTERMEDIATE

Stage Tool Depth:

Lead

Top MD of Segment: 0

Bottom MD Segment: 3600

Cement Type: 50:50 POZ CLASS C

Additives: NONE

Quantity (sks): 1030

Yield (cu.ff./sk): 2.43

Density: 11.9

Volume (cu.ft.): 446

Percent Excess: 150

Tail

Top MD of Segment: 3600

Bottom MD Segment: 4600

Cement Type: CLASS C

Additives: NONE

Quantity (sks): 464

Yield (cu.ff./sk): 1.33

Density: 14.8

Volume (cu.ft.): 110

Percent Excess: 85

Casing String Type: PRODUCTION

Stage Tool Depth:

Lead

Top MD of Segment: 3750

Bottom MD Segment: 8693

Cement Type: 50:50 POZ CLASS H,
TXI

Additives: NONE

Quantity (sks): 2756

Yield (cu.ff./sk): 1.62

Density: 12.5

Volume (cu.ft.): 592

Percent Excess: 35

Tail

Top MD of Segment: 18399

Bottom MD Segment: 19399

Cement Type: ACID SOLUBLE

Additives: NONE

Quantity (sks): 116

Yield (cu.ff./sk): 2.18

Density: 15

Volume (cu.ft.): 45

Percent Excess: 0

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

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 COMPLIANCE WITH ONSHORE ORDER #2

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

Circulating Medium Table

Top Depth: 0	Bottom Depth: 750
Mud Type: SPUD MUD	
Min Weight (lbs./gal.): 8.3	Max Weight (lbs./gal.): 8.7
Density (lbs/cu.ft.):	Gel Strength (lbs/100 sq.ft.):
PH:	Viscosity (CP):
Filtration (cc):	Salinity (ppm):
Additional Characteristics:	
Top Depth: 750	Bottom Depth: 4600
Mud Type: SALT SATURATED	
Min Weight (lbs./gal.): 9.5	Max Weight (lbs./gal.): 10.2
Density (lbs/cu.ft.):	Gel Strength (lbs/100 sq.ft.):
PH:	Viscosity (CP):
Filtration (cc):	Salinity (ppm):
Additional Characteristics:	

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Top Depth: 4600

Bottom Depth: 19399

Mud Type: OIL-BASED MUD

Min Weight (lbs./gal.): 8.3

Max Weight (lbs./gal.): 9.6

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 NOT PLANNED

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

MWD

Coring operation description for the well:

CONVENTIONAL HOLE CORE SAMPLES ARE NOT PLANNED; DIRECTIONAL SURVEY TO BE RUN.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4500

Anticipated Surface Pressure: 4500

Anticipated Bottom Hole Temperature(F): 160

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geohazards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

SD WE 24 P24 H2S PLAN_10-14-2016.pdf

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

SD WE 24 Fed P24 7H_Directional_Plot_10-17-2016.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 24 FED P24 5H-7H_AerialDetail_R_10-17-2016.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 24 FED P24 7H_WellPlat_10-14-2016.pdf

New road type: LOCAL

Length: 47

Miles

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: SEE SURFACE USE PLAN

New road access plan or profile prepared? NO

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: CALICHE

Access onsite topsoil source depth: 0

Offsite topsoil source description:

Onsite topsoil removal process: NONE NEEDED

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: DITCHING ON BOTH SIDES OF ROAD

Road Drainage Control Structures (DCS) description: DITCHING ON BOTH SIDES OF ROAD

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 24 P24_ONE MILE RAD_10-17-2016.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 24 FED P24 5H-7H_AerialDetail_R_10-17-2016.pdf

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING, SURFACE CASING

Water source type: OTHER

Describe type: GW WELL OR RECYCLED WATER

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: OTHER

Describe transportation land ownership:

Water source volume (barrels): 659461.25

Source volume (acre-feet): 85

Source volume (gal): 27697372

Water source and transportation map:

SD WE 24 FED P24 5H-7H_AerialDetail_R_10-17-2016.pdf

Water source comments: FRESH WATER WILL BE OBTAINED FROM A PRIVATE WATER SOURCE, STORED IN EXISTING PONDS IN PRIMARY PONDS IN NENE S13&23 T26S-R32E OR SECONDARY PONDS IN NENW S19 T26S-R33E & NWNW S29 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:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

State appropriation permit:

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:

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: GARBAGE AND TRASH

Amount of waste: 200 pounds

Waste disposal frequency : Daily

Safe containment description: WILL BE COLLECTED IN TRASH CONTAINER AND DISPOSED OF AT STATE APPROVED FACILITY

Safe containmant attachment:

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

Disposal type description:

Disposal location description: STATE APPROVED 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.) **Reserve pit volume (cu. yd.)**

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.)**

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

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:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

SD WE 24 FED P24 7H_WellPlat_10-14-2016.pdf

SD WE 24 Fed P24 5-7H Pace X-30 Rig Layout_10-14-2016.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: NEW

Recontouring attachment:

SD WE 24 P24_Reclamation_10-14-2016.pdf

SD WE 24 P24 7H APD SUP_10-17-2016.pdf

Drainage/Erosion control construction: SEE SURFACE USE PLAN

Drainage/Erosion control reclamation: SEE SURFACE USE PLAN

Wellpad long term disturbance (acres): 2.5

Wellpad short term disturbance (acres): 4

Access road long term disturbance (acres): 0.02

Access road short term disturbance (acres): 0.02

Pipeline long term disturbance (acres): 0.002295684

Pipeline short term disturbance (acres): 1097.4149

Other long term disturbance (acres): 0

Other short term disturbance (acres): 0

Total long term disturbance: 2.5222957

Total short term disturbance: 1101.4349

Reconstruction method: SEE SURFACE USE PLAN

Topsoil redistribution: SEE SURFACE USE PLAN

Soil treatment: SEE SURFACE USE PLAN

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

Existing Vegetation at the well pad attachment:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Existing Vegetation Community at the road: MESQUITE, SHRUBS, GRASS

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: MESQUITE, SHRUBS, GRASS

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: MESQUITE, SHRUBS, GRASS

Existing Vegetation Community at other disturbances attachment:

Non native seed used?

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project?

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation?

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 pounds per acre:

Proposed seeding season:

Seed Summary

Total pounds/Acre:

Seed Type

Pounds/Acre

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name:

Last Name:

Phone:

Email:

Seedbed prep:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: NONE NEEDED

Weed treatment plan attachment:

Monitoring plan description: NONE NEEDED

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

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 Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Disturbance type: NEW ACCESS ROAD

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 Region:

USFS Forest/Grassland:

USFS Ranger District:

Disturbance type: EXISTING ACCESS ROAD

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 Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Disturbance type: PIPELINE

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 Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 288100 ROW – O&G Pipeline,Other

ROW Applications

SUPO Additional Information:

Use a previously conducted onsite? YES

Previous Onsite information: HARD STAKED 04/16/2016 WITH PAUL MURPHY

Other SUPO Attachment

PWD

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

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

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

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:

Describe 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:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

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:

PWD disturbance (acres):

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Describe precipitated solids disposal:

Precipitated solids disposal permit:

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:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number:

Injection well name:

Assigned injection well API number?

Injection well API number:

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

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:

PWD disturbance (acres):

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:

PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

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:

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: 10/14/2016

Title: Regulatory Specialist

Street Address: 6301 Deauville Blvd

City: Midland

State: TX

Zip: 79706

Phone: (432)687-7375

Email address: leakejd@chevron.com

Field Representative

Representative Name:

Street Address:

Operator Name: CHEVRON USA INC

Well Name: SD WE 24 FED P24

Well Number: 7H

City:

State:

Zip:

Phone:

Email address:

Payment Info

Payment

APD Fee Payment Method: BLM DIRECT

CBS Receipt number: 3679613