UNITED STATES. DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

Hobbs 5 Lease Serial No. NMNM118723

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS So not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

*				2	1		
SUBMIT IN	TRIPLICATE - Other ins	tructions on	page 2	CEP 22'L	7. If Unit or CA/Agree	ement, Name and/or No.	
Type of Well ☑ Oil Well ☐ Gas Well ☐ Oth		ECE	SD WE 23 FED P	25 2H			
2. Name of Operator CHEVRON U.S.A. INC.	KERTON	Kr	9. API Well No. 30-025-43461				
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706 3b. Phone No Ph: 432-68			o. (include area code 37-7375	:)	10. Field and Pool or Exploratory Area JENNINGS;UPR BN SPR,SHALE		
4. Location of Well (Footage, Sec., T			11. County or Parish,	State			
Sec 23 T26S R32E Mer NMP			LEA COUNTY, NM				
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA							
TYPE OF SUBMISSION	TYPE OF ACTION						
☐ Notice of Intent	☐ Acidize ☐ De		epen		tion (Start/Resume)	□ Water Shut-Off	
	☐ Alter Casing ☐ Hyd		raulic Fracturing Reclama		ation	□ Well Integrity	
☑ Subsequent Report ☐ Casing Repair		☐ New Construction		☐ Recomp	olete	Other	
☐ Final Abandonment Notice	☐ Change Plans ☐ Plug		g and Abandon		arily Abandon		
	☐ Convert to Injection ☐ Plug		g Back		Disposal		
13. Describe Proposed or Completed Ope If the proposal is to deepen directiona Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi PLEASE SEE ATTACHED DO ATTACHMENTS INCLUDE: SPUD, DRILL, COMPLETE R AS DRILLED PLAT PERFORATION SUMMARY FRAC SUMMARY WELLBORE SCHEMATIC	ally or recomplete horizontally, k will be performed or provide operations. If the operation resundonment Notices must be fil nal inspection. DCUMENTS FOR DETAIL EPORT	give subsurface the Bond No. of sults in a multip ed only after all	locations and measing file with BLM/BIA le completion or recrequirements, include	ured and true ve A. Required sul ompletion in a re ding reclamation	ertical depths of all pertin bsequent reports must be new interval, a Form 316 n, have been completed a	ent markers and zones. filed within 30 days 0-4 must be filed once nd the operator has	
14. I hereby certify that the foregoing is true and correct. Electronic Submission #385211 verified by the BLM Well Information System							
For CHEVRON U.S.A. INC., sent to the Hobbs Committed to AFMSS for processing by JENNIFER SANCHEZ on 09/18/2017 ()							
Name (Printed/Typed) DENISE PINKERTON			Title PERM	TTING SPE	CIALISTOD DEC	npn /	
				ACCEPT	ED FUN TYLO	SWD	
Signature (Electronic S			Date 08/18/2			Alha	
THIS SPACE FOR FEDERAL OR STATE OF FICE USED 1/9 2017 / Y							
Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	uitable title to those rights in the ct operations thereon.	subject lease	Title Office	7	OF LAND MANAGEM LSBAD FIELD OFFICE	Date	
Title 18 II S C Section 1001 and Title 43	IISC Section 1212 make it a	crime for any ne	erson knowingly and	willfully to me	ke to any department or	attency of the I Inited	

Itle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

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

SD WE 23 FED P25 #2H 30-025-43461

DRILLED NEW OIL WELL AS FOLLOWS:

01/23/2017: SPUD WELL. Drill 143-755'.

Surface Casing

01/23/2017: TD 17 1/2" hole.

Run 13 3/8" 54.5# J-55 STC surface casing & set @ 745'

Schlumberger CEMENTED w/TAIL 920 sx Class C. DENSITY: 14.80, YIELD:1.35, FLUID MIX RATIO 6.57.

Returns throughout entire job. 110 bbls back to surface.

01/29/2017: Install test plug. Fill stack & choke manifold. Test BOPE 250 psi low/5000 psi high.

01/30/2017: Tag TOC @ 695'. Test 13 3/8" csg to 1634 psi for 30 minutes. Good test.

Drill 10' new formation to 765'.

01/30/2017 through 02/01/2017: Drill 765 - 4510'.

Intermediate Casing

02/01/2017: TD 12 1/4" hole.

RUN 9 5/8" 40#, HCK-55 & J-55 LTC casing & set @ 4500'

Schlumberger CEMENTED w/LEAD 1015 sx CLASS C. DENSITY:11.90, YIELD:2.38, FLUID MIX RATIO:13.68 & TAIL 460 Sx CLASS C. DENSITY: 14.80, YIELD:1.33, FLUID MIX RATIO:6.37

Displace w/335 bbls OBM. Pump plug w/500 psi over final circ pressure. 165 bbls cmt to surface. Full returns throughout job. Plug bumped at calculated displacement. Install pack-off. Test to 5000 psi for 15 mins.

03/05/2017: Test BOPE to 250 psi low/5000 psi high.

03/06/2017: Tag TOC @ 4411. Test 9 5/8" csg to 2971 for 30 minutes. Good test.

Drill 10' new formation to 4520.

03/06/2017 through 03/20/2017: Drill 4520 - 19,157' TD

Production Casing

03/20/2017: TD 8 ¾" hole.

03/21/2017: RUN 5 1/2" 20# HCP-110 TXP-BTC-S & set @ 19,147'.

Broke circulation every 2500'. Marker joint @ 8358. Install packoff. Test to 5000 psi for 15 mins. Good test. Circulate while waiting on Schlumberger cement slurry delivery.

03/23/2017: Schlumberger CEMENTED w/LEAD 1 cement - 614 sacks. DENSITY: 11.5, YIELD: 2.77.

LEAD 2 cement - 2162 sacks. DENSITY: 12.5, YIELD: 1.57.

TAIL cement – 121 sacks. DENSITY: 15, YIELD: 2.18.