Form 3160-5 (June 2015)

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

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

5. Lease Serial No. NMNM22643

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-	If Indian	A 11-44	an Taile	Minne

abandoned we	ii. Ose form 5100-5 (AF)	b) for such p	roposais.	CD				
SUBMIT IN	7. If Unit or CA/Agreement, Name and/or No.							
Type of Well	NOV 29	2017	8. Well Name and No. MultipleSee Attac					
2. Name of Operator CHEVRON USA INCORPORA	Contact: ATED (E-Mail: CHERRER	CINDY H MU RAMURILLO@(RILLO CHEVRON.COM	IVED	API Well No. MultipleSee Att	ached	30.025-26	
3a. Address 6301 DEAUVILLE BLVD MIDLAND, TX 79706		3b. Phone No Ph: 575-26 Fx: 575-263	3-0431		10. Field and Pool or Exploratory Area BAISH-WOLFCAMP, NORTH LUSK-MORROW, NORTH			
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)			11. County or Parish, State			
Multiple-See Attached				LEA COUNTY, N	MM			
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE OF	NOTICE,	REPORT, OR OTH	ER D	ATA	
TYPE OF SUBMISSION		, , , ,	TYPE OF	ACTION				
Notice of Intent	☐ Acidize	☐ Dee		☐ Product	ion (Start/Resume)		ater Shut-Off	
Notice of Intent	Alter Casing	nhbryd	raulic Fracturing	☐ Reclam	ation		ell Integrity	
☐ Subsequent Report	☐ Casing Repair	□ New	Construction	Recomp	olete	O	ther	
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	☐ Tempor	arily Abandon			
	☐ Convert to Injection	☐ Plug	Back	☐ Water I	Disposal			
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Al determined that the site is ready for f CHEVRON USA INC RESPECTORMATION. THE INTENDED PROCEDUR	d operations. If the operation re- bandonment Notices must be fil- final inspection. CTFULLY REQUESTS TO	sults in a multipl led only after all	e completion or recorrequirements, includi	mpletion in a nong reclamation SUBJECT SEE ATTA	new interval, a Form 3160, have been completed an WELL TO THE BOI	0-4 must nd the o	t be filed once perator has	
1. NOTIFY BLM 24 HRS PRIOR TO STARTING WORK. 2. MIRU, NDWH, NU BOPE, POOH WITH RODS AND TUBING. 3. TAG CEMENT AT 10,890' AND SET CIBP AT 10,360' SPOT 20 SX CL "C" (PERFS WOLFCAMP) CIRCULATE SALT WOLFTAGE, PRESSURE TEST. 4. TOH TO 9770' AND SPOT 24 SX CL "C" CEMENT FROM 9770' -9570' AND WOC /TAG 5. ADD PERFS 2 JSPF 60/120 DEG 8502'- 8508', 8513'-8520', 8534'-8538', 8542'- 8546', 8648'-8668', 9362'-9370', 9382'-9404. 9446'-9470' (BONE SPRING) OCD Hobbs Have be commence before or by Feb 22, 2018								
14. I hereby certify that the foregoing is	true and correct. Electronic Submission # For CHEVRON	386348 verifie USA INCORP	d by the BLM Well ORATED, sent to	Information the Hobbs	ı System			
		(18PP0077SE)						
Name (Printed/Typed) CINDY H	MURILLO	Title PERMIT	TING SPE	CIALIST				
Signature (Electronic S	Submission)		Date 08/28/20)17	6			
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	SE			
Approved By ZOTA STEVENS		TitlePETROLE	JM ENGINI	EER		Date 11/22/2017		
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the applicant the applicant the applicant the applicant the applicant to conduct the applicant	d. Approval of this notice does		Office Hobbs					
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations as	crime for any person to any matter w	erson knowingly and ithin its jurisdiction.	willfully to ma	ake to any department or	agency	of the United	

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #386348 that would not fit on the form

Wells/Facilities, continued

 Agreement
 Lease
 Well/Fac Name, Number
 API Number
 Location

 NMNM22643
 NMNM22643
 LANDSDALE D FEDERAL COM 0130-025-26256-00-S1
 Sec 4 T19S R32E NESE 1980FSL 660FEL

 NMNM22643
 NMNM22643
 LANDSDALE D FEDERAL 01
 30-025-26256-00-S2
 Sec 4 T19S R32E NESE 1980FSL 660FEL

32. Additional remarks, continued

6. RECOMPLETE WITH +-12,000 GALS OF HCL SWAB WELL 7. TIH WITH PRODUCTION BHA AND PLACE WELL ON PRODUCTION, RIG DOWN AND MOVE OUT, FILE COMPLETION PAPERWORK TO BLM.

PLEASE FIND ATTACHED CURRENT AND PROPOSED WELLBORE DIAGRAMS AND C102 PLAT.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

⁴ Property Code

OGRID No.

4322

API Number

30-025-26256

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

3 Pool Name

GEM; BONE SPRING

☐ AMENDED REPORT

Well Number

1

⁹ Elevation

WEIT	LOCATION	I AND ACDEAGE	DEDICATION PLAT	Г
WELL.	LOCATION	AND AUREAUTE	DEDICATION PLAT	١.

⁵ Property Name

LANDSDALE D FEDERAL COM

8 Operator Name

CHEVRON USA INC

² Pool Code

27220

					¹⁰ Surface L	ocation			
UL or lot no.	Section 4	Township 19S	Range 32E	Lot Idn	Feet from the	North/South line SOUTH	Feet from the	East/West line EAST	County LEA
			" Bot	tom Hol	e Location If	Different From	Surface		
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
			Consolidation C		der No.	peen consolidated o	r a non-standard	unit has been app	roved by the
division.							I hereby certify the to the best of my keeping a working in the proposed both location pursuant interest, or to a vee order heretofore each of the signature. CINDY HERRI Printed Name EEOF@CHEVI F-mail Address In SURV F. I hereby certify plat was plot made by me a same is true. Date of Survey	EYOR CERTIF ify that the well location ted from field notes of or under my supervision and correct to the best	erein is true and complete this organization either erest in the land including it to drill this well at this f such a mineral or working a compulsory pooling 08/28/2017 Date OS-28/2017 Date OS-28/2017 On shown on this factual surveys on, and that the tof my belief.

Current WBD Landsdale D Federal #1

Lease Well # Field County State Chevno API # Status Battery	Landsdale D Federal Com 1 Lusk North Lea New Mexico EQ6244 30-025-26256 Loss Production Single Battery				Updated Surf. Loc Bot. Loc Lat & Long Unit Letter Section Township& Range Survey Ini. Spud Ini. Comp	04/21/17 1980' FSL, 660' Same 32.6876221, -10 1 4 19S & 32E N.M.P.M 02/20/79 05/06/79	By: Ricky Spiller FEL. 03.7648392 NAD 83 Casing Strings Cas Des Surface Intermediate Casing
Surface Casir Size Wt., Grd. Depth Sxs Cmt Circulate Size Wt., Grd. Hole Size Vt., Grd. Depth Size Vt., Grd. Depth Sxs Cmt Circulate TOC Size Vt., Grd. Hole Size Hole Size Vt., Grd. Hole Size Vt., Grd. Depth Sxs Cmt Circulate TOC Size Vt., Grd. Depth Sxs Cmt Circulate TOC Size Vt., Grd. Depth Sxs Cmt Circulate Circulate Size Vt., Grd. Depth Sxs Cmt Circulate Sxs Cmt Circulate Circulate Sxs Cmt Circulate Circulate Sxs Cmt Circulate	13 3/8" 48# H-40 402' 500sx Yes Surface 16" Casing 8 5/8" 28# H-40 4,200' 1500sx No 500' 11" asing 5 1/2" 17# S-95 13,000' 1657sx No 6990'			14.8 PPG (47.4 I	g 4485'-4516', 200sx obls) that's only 1,370 505' from the TOC.	of cement	Production Casing Tubing Strings Tubing - Production Tubing Tubing Pup Joint Tubing Anchor/catcher Tubing Tubing TK-99 COAT Pump Seating Nipple Gas separator Tail Joint Rod Strings WEATHERFORD RO RED Description RED D
Zone Tops: Red Beds Rustler	0' 1125'			Perfs: WolfCamp 10,585'-10610' @ 4	ISPF 90 deg 100 Sho	ots 8/20/15	Date Top (n 8/20/2015 10.58 Other Strings
Salt Salt Tansill Delaware Bone Springs Wolfcamp Strawn Atoka Morrow Barnett Shale	10404' 11492' 11673' 12174'		X ([3]	CIBP @ 10.925' With Stuck Packer 12.506 Perfs 12.560'-12726'	with 55 sx of cemen	1	Other In Hole Des CIBP Packer

Barnett Shale 12746'

Proposed WBD Landsdale D Federal #1

Lease----- Landsdale D Federal Com

Well #---- 1

Field----- Lusk North

County----- Lea

State----- New Mexico Chevno----- EQ6244 API #---- 30-025-26256

Status---- Loss Production

Battery Single Battery Updated-----

04/21/17 By: Ricky Spiller

Surf. Loc,---1980' FSL, 660' FEL

Bot. Loc.---

Same

32.6876221, -103.7648392 NAD 83

Unit Letter

Section 4 Township& Range

19S & 32E

Survey

Lat & Long

N.M.P.M

Ini. Spud-----

02/20/79

Ini. Comp-----

05/06/79

KB-----

GR-----GL----

Surface Casing

Size---- 13 3/8" Wt., Grd.---- 48# H-40

Depth----- 402'

Sxs Cmt---- 500sx Circulate---- Yes

TOC----- Surface

Hole Size---- 16"

Intermediate Casing

Size----- 8 5/8"

Wt., Grd.---- 28# H-40

Depth----- 4,200'

Sxs Cmt---- 1500sx

Circulate---- No TOC----- 500'

Hole Size---- 11"

Production Casing

Size---- 5 1/2"

Wt., Grd.---- 17# S-95

Depth----- 13,000'

Sxs Cmt---- 1657sx

Circulate---- No

TOC----- 6990'

Hole Size---- 7 7/8"

Squeezed Casing 4485'-4516', 200sx

TOC 500', by TS

14.8 PPG (47.4 bbls) that's only 1,370' of cement

Casing leak is 2505' from the TOC.

TOC @ 6990', by TS

Proposed Perfs

1st Bone Springs

8502-8508, 8513'-8520', 8534'-8538'

8542'-8546', 8648'-8668', 1st Bone Springs

2nd Bone Springs

9362'-9370', 9382'-9404', 9446'-9470', 1066

Spot 24sx CL C cement 9770'-9570' and Tag

Will set CIBP @ +-10.380 and spot 28 sx of cement WOC 4 TACF

Perfs: WolfCamp

10,585'-10610' @ 4 JSPF 90 deg 100 Shots 8/20/15

CIBP @ 10,925' With 35' of Cement

Stuck Packer 12,506' with 55 sx of cement

Perfs 12.560'-12726' in 1979

Zone Tops:

Red Beds Rustler 1125 Salt 1225

Salt 2725

Tansill 2800'

Delaware 5617 Bone Springs 7176'

Wolfcamp 10404'

Strawn 11492' Atoka

11673

Morrow 12174 Barnett Shale 12746'

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Production Zone Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

- 1. Plug back operations shall commence within <u>ninety (90)</u> days from this approval. If you are unable to plug back the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged back. Failure to do so will result in enforcement action.
- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. For wells in Eddy County, call 575-361-2822. For wells in Lea County, call 575-393-3612
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. Before pumping cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either **Neat Class "C"**, for up to 7,500 feet of depth or **Neat Class "H"**, for deeper than 7,500 feet plugs.

- 6. <u>Subsequent Plug back Reporting:</u> Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date work was completed.</u> If plugging back to a new zone submit a Completion Report, form 3160-4 with the Subsequent Report.
- 7. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.