

Submit 1 Copy To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-33493
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator CHI Operating, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 1799 Midland, TX 79702		7. Lease Name or Unit Agreement Name Peacekeeper
4. Well Location Unit Letter <u>A</u> : <u>990</u> feet from the <u>NORTH</u> line and <u>660</u> feet from the <u>EAST</u> line Section <u>25</u> Township <u>19S</u> Range <u>29E</u> NMPM <u>Eddy</u> County		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3349		9. OGRID Number 004378
		10. Pool name or Wildcat

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: TEST-STRAWN ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

RU DDP
RU reverse unit and power swivel
PU bit, DC's on production tubing
Drill out CIBP @ 9540' and cleanout to approx 11,000'
Circ hole
RU wireline. Correlate and perf Strawn @ 10,826'-30', 10,812'-17', 10,770'-75', and 10,742'-52'
POOH. PU packer and RIH to approx 10,650'.
Swab test.
RU acidizers and pump 3000 gals 15% NeFe HCL @ 4-6 BPM using ball sealers for diversion.
Flow and swab test.
Kill well. POOH with packer and production string.
RU wireline. Correlate and perf Strawn @ 10,632'-44'.
PU RBP and packer. Set RBP @ approx 10,700'. PUH and set packer.
Acidize upper perfs with 2000 gals 7.5% NeFe HCL.
Swab and flow test.
Kill well. POOH with RBP and packer.
RBIH with packer and set @ approx 10,650' to place on production.

RECEIVED

NOV 10 2010

NMOCD ARTESIA

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Pam Corbett

TITLE

Regulatory Clerk

DATE

10/1/10

Type or print name

Pam Corbett

E-mail address:

pamc@chienergyinc.com

PHONE:

432-6855001

For State Use Only

APPROVED BY:

David Gray

TITLE

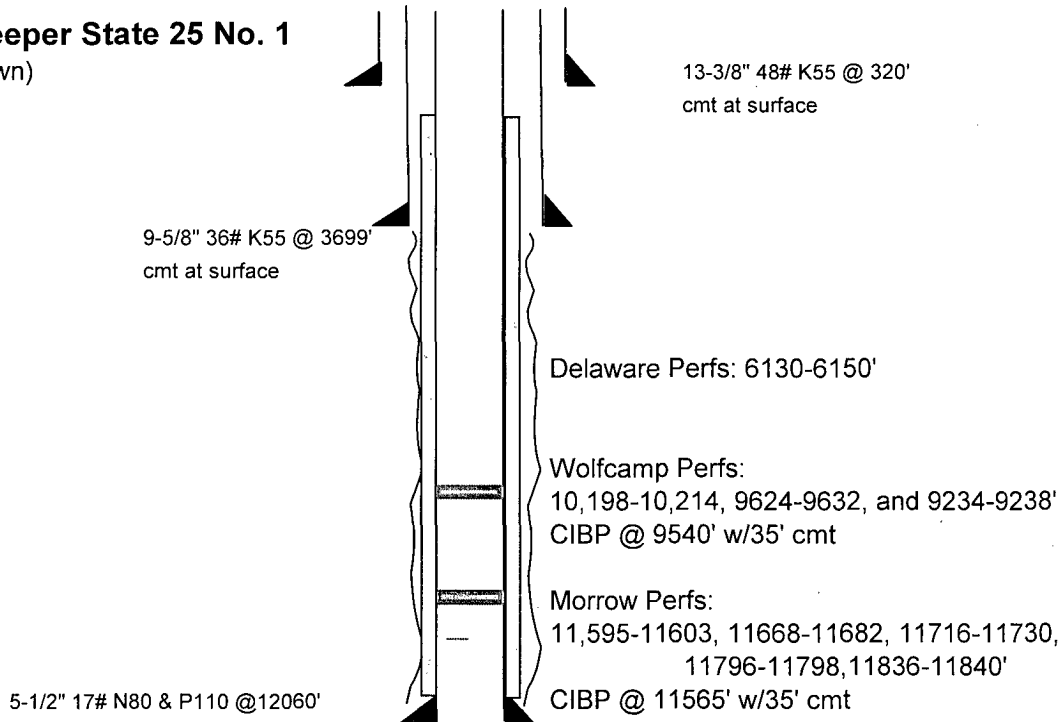
Field Supervisor

DATE

11-15-10

Conditions of Approval (if any):

Peacekeeper State 25 No. 1
(Test Strawn)



Procedure to Test Strawn:

RU DDPU
 RU reverse unit and power swivel
 PU bit, DC,s on production tubing
 Drill out CIBP @ 9540' and cleanout to approximately 11,000'
 Circulate hole
 RU wireline. Correlate and perf Strawn @ 10826-30', 10812-17', 10770-75', and 10742-52' (2 spf)
 POOH. PU packer and RIH to approximately 10650'.
 Swab test.
 RU acidizers and pump 3000 gals 15% NeFe HCL at 4-6 BPM using ballsealers for diversion
 Flow and swab test.
 Kill well. POOH w packer and production string.
 RU wireline. Correlate and perf Strawn @ 10632-44'
 PU RBP and packer. Set RBP @ approximately 10700'. PUH and set packer.
 Acidize upper perfs w/2000 gals 7.5% NeFe HCL.
 Swab and flow test.
 Kill well. POOH w RBP and packer
 RBIH w/ packer and set at approximately 10650' to place on production.