P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88211-0719

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

P.O. Box 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-101 Revised February 10,199

Instructions on bac

Submit to Appropriate District Offic

State Lease - 6 Copie

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OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

	APPL	_ICATION F	OR PER	MIT TC	D DRILL, RE-E	<u>:NTER</u> ,	, DEEPEN, P	LUGBACK, O	R ADD A	ZONE	
		¹ Oper	rator Name	and Add	ress						ID Number
CHEVRON U	JSA INC										323
15 SMITH R	D, MIDLAN	ND, TX 79705								³ API Nu 30-025	umber 5-32944
4 P	roperty Code	- ANON					roperty Name 6 Well No.				
	_11000	4410			7	.R. SIMS					6
	T			1	Surface	e Locat		T The			
UI or lot no. M	Section 4	Township 23-S	Range 37-E	Lot.ldn	n Feet From 500	The No	orth/South Line SOUTH	Feet From The		/est Line EST	County LEA
			⁸ Propos	sed Bo	ttom Hole Loc	ation If	Different Fro	m Surface			
UI or lot no.	Section	Township	Range	Lot.ldr			lorth/South Line	Feet From The	East/W	Vest Line	County
	L	9 Proposed	l Pool 1	i				¹⁰ Proposed P	 Pool 2		
	ı	LANGLIE MATTI	X GRAYBUR	ig the	r- Queen	I			55		
				1 1/1 /21							
P. Comments	Type Code	12	well type C	ode	Rotary or		¹⁴ Lea	ase Type Code	¹⁵ G	¹⁵ Ground Level Elevation	
40	D		O Proposed Do	ш.	ROTARY		19 C	P	3324' GL, 3339' KB		
IVIUIU	ple Vo		Proposed De 5475'	∌ptn	, omad			Contractor	²⁰ Spud Date		l Date
l				²¹ Prop	GRAYBUF posed Casing		mont Progra				
SIZE OF	HOLE	SIZE OF	CASING		IGHT PER FOOT		ETTING DEPTH	SACKS	OF CEMENT	г	EST. TOP
11		8 5/8		24#		1192'	1192' 550 SACH				
7 7/8		5 1/2	5,	15.5 &	17#	5429'		550 SAC		SURFA	
							/2	Allino	KS TA		
								4 1 1 1 1 1 1 1 1 1	17		
The thou		"" - noline	DEET	5011			155	Received	8		
22 Describe the I Describe the I	proposed progr blowout preven	gram. If this applicat ntion program, if any	ion is to DEEP y. Use addition	EN or PLUG nal sheets if	G BACK give the data o f necessary.	in the preser	ent productive zoneand	d proposed hew produc	tive zone		
CHEVRON (U.S.A. INC	INTENDS TO	RECOMP	FTE TH	HE SUBJECT WE	II FRO	• / 45/	MORTH SAN A	MOES TO	THELAN	IGLIE MATTIX
GRAYBURG			11200	a la 1 ta	E 0000E0	LL) IX	# IFIL TEROOF	33242620	IMPACO 10	THE LOW	GLIE WATTIA
A PIT WILL	NOT BE U	SED FOR THI	S PLUGBA	CK. AS	STEEL FRAC TAN	1K WILL I	BE UTILIZED.				
THE INTEN	DED PROC	EDURE, AND	CURRENT	AND PF	ROPOSED WELL	_BORE D	IAGRAMS ARE	ATTACHED FOR	R YOUR AF	PPROVAL	**
			F		Expires 1 Y			val			
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Division have	e been complie	es and regulations of ed with and that the best of my knowled	information giv				OIL CONSERVATION DIVISION				
Signature (Den	ise O	n Ker	ton	.	Appr	oved By:		TI)		
Printed Nam	le De	enise Pinkerton					Title: PETROLEUM ENGINEER				
Title Re	gulatory Sp	ecialist					roval Date AUG		Expiration	n Date:	
Date 8/7/2006 Telephone 432-687-7375						Conditions of Approval: Attached □					

R. R. Sims A # 6 Langlie Mattix Field T23S, R37E, Section 4

Job: PB To Grayburg Formation, Acidize, And Frac

Procedure:

- 1. Displace flowline with fresh water. Have field specialist close valve at header. Pressure line according to the type of line. Buried fiberglass lines will be tested with 300 psi. All polypipe (SDR7 and SDR11) will be tested w/100 psi. All steel lines will be tested w/500 psi. If a leak is found, contact Donnie Ives for repair/replacement. If test is good, bleed off pressure and open valve at header. Document this process in the morning report.
- 2. MI & RU workover unit. Bleed pressure from well, if any. Pump down csg with 8.6 PPG cut brine water, if necessary to kill well. Remove WH. Install BOP's and test to 1000 psi. POH LD 2 7/8" tbg string.
- 3. PU and GIH with 4 ¾" MT bit and 2 7/8" work string to 3900'. Reverse circulate well clean from 3900' using 8.6 PPG cut brine water. POH with work string and bit. LD bit.
- 4. PU and GIH with 5 ½" RBP and sqz pkr on 2 7/8" work string to 3870'. Set pkr at 3870' with RBP swinging. Pressure test CIBP at 3900' to 2000 psi. Release pkr. PUH testing 5 ½" casing with RBP and pkr until csg leak is pinpointed. Establish injection rate and pressure into casing leak. POH with 2 7/8" work string, RBP, and pkr. LD RBP. GIH with 5 ½" sqz pkr on 2 7/8" work string to approximately 300' above csg leak, testing tbg to 5500 psi while GIH. Set pkr approximately 300' above csg leak. Pressure test casing and pkr to 500 psi. Leave pressure on casing and monitor for communication during sqz job.
- 5. RU DS Services cementing equipment. Cement squeeze casing leak using Class C cement mixed to 14.8 PPG w/ 1.35 CFY. Attempt to achieve at least 2500 psi squeeze pressure. Release pkr. Reverse out excess cement. PUH approximately 300'. Reset pkr and pressure tbg and csg to 500 psi. RD and release DS Services cementing equipment. Shut well in and WOC overnight.
- 6. Open well. Bleed off pressure. POH with 2 7/8" work string and sqz packer. LD pkr.
- 7. PU and GIH with 4 ¾ "MT bit on 2 7/8" work string to top of cement in csg. LD and drill out cement. Reverse circulate well clean using 8.6 PPG cut brine water. Pressure test casing to 500 psi. If csg leaks, repeat cmt sqz procedure. LD and cleanout csg to top of CIBP at 3900'. Reverse circulate well clean from top of CIBP using 8.6 PPG cut brine water. LD and drill out CIBP at 3900'. Drill or push CIBP down to approximately 4100'. POH with 2 7/8" work string and bit. LD bit.
- 8. MI & RU Baker Atlas electric line unit. Install lubricator and test to 1000 psi. GIH and conduct GR/CBL/CCL from 4100' up to 100' above top of cement. Run log with with 0 psi on casing.

POH. Inspect logs for good cement bond from approximately 4100' up to 3400'. If bond does not appear to be good across proposed completion interval, discuss with Engineering before proceeding. GIH with 3 3/8" Predator casing guns and perforate from 3696-3706', 3724-34', 3770-80', 3790-94', 3798-3802', 3806-12', 3818-24', 3832-40', 3845-48', 3852-60', 3890-3900', 3912-20', and 3935-45' with 4 JSPF at 120 degree phasing, using 32 gram premium charges. POH. GIH and set CIBP at 3985'. POH. GIH and dump bail 35' of cement on top of CIBP at 3985'. POH. RD & release electric line unit. Note: Use casing collars from Schlumberger GR/CCL Log dated 3/12/2001 for depth correction.

- 9. PU and GIH w/ 5 ½" PPI pkr (with 12' element spacing) and SCV on 2 7/8" work string to approximately 3690'. Test tbg to 5500 psi while GIH.
- 10. MI & RU DS Services. Acidize perfs 3696-3945' with 2,600 gals anti-sludge 15% HCl acid * at a maximum rate as shown below and a maximum surface pressure of 3500 psi. Spot acid across perfs at beginning of each stage and let soak to lower breakdown pressure and prevent communication. Pump job as follows:

Interval	Amt. Acid	Max Rate	PPI Setting
3935-45'	200 gals	½ BPM	3934-46'
3912-20'	200 gals	½ BPM	3910-22'
3890-3900'	200 gals	½ BPM	3889-3901'
3852-60'	200 gals	½ BPM	3850-62'
3845-48'	200 gals	½ BPM	3840-52'
3832-40'	200 gals	½ BPM	3830-42'
3818-24'	200 gals	½ BPM	3816-28'
3806-12'	200 gals	½ BPM	3804-16'
3798-3802'	200 gals	½ BPM	3794-3806'
3790-94'	200 gals	¹⁄₂ BPM	3784-96'
3770-80'	200 gals	½ BPM	3769-81'
3724-34'	200 gals	½ BPM	3723-35'
3696-3706'	200 gals	½ BPM	3695-3707'

Displace acid with 8.6 PPG cut brine water — do not overdisplace. Use a SCV to control displacement fluid. Record ISIP, 5 & 10 minute SIP's. RD and release DS services. Note: Pickle tubing in 1 run of 500 gals acid, prior to acidizing perfs. Pickle acid is to contain only 1/2 gal A264 and 1 gal W53. Also, if communication occurs during treatment of any interval, monitor casing pressure and attempt to complete stage w/o exceeding 350 psi csg pressure. If cannot, then move PPI to next setting depth and combine treatment volumes of the intervals. Do not exceed 350 psi casing pressure due to cmt sqzd casing leak.

* Acid system is to contain:	1 GPT A264	Corrosion Inhibitor
•	8 GPT L63	Iron Control Agent
	2 PPT A179	Iron Control Aid
	20 GPT U66	Mutual Solvent
	2 GPT W53	Non-Emulsifier

- 11. Release PPI pkr and PUH to approximately 3675'. Swab back all intervals together. Recover 100% of treatment and load volumes before shutting well in for night, if possible. Report recovered fluid volumes, pressures, and/or swabbing fluid levels. Note: Selectively swab perfs as directed by Engineering if excessive water is produced.
- 12. Open well. Release PPI pkr. POH with tbg and PPI packer. LD PPI tool.
- 13. PU and GIH w/ 5 ½" Lok-Set pkr & On-Off tool w/ 2.25" "F" profile and 117 jts. of 3 ½" EUE 8R L-80 work string, testing to 8500 psi. Set pkr at approximately 3600'. Install frac head. Pressure annulus to 350 psi to test csg and pkr. Leave pressure on csg during frac job to observe for communication. Note: Do not exceed 350 psi casing pressure due to cmt sqzd casing leak.
- 14. MI & RU DS Services and Tracer-Tech Services (Mike Mathis (866) 595-3115). Frac well down 3 ½" tubing at 40 BPM with 88,000 gals of YF125, 176,000 lbs. 16/30 mesh Jordan Sand, and 30,000 lbs resin-coated 16/30 mesh CR1630 proppant. Observe a maximum surface treating pressure of 8000 psi. Tag frac with 2 radioactive isotopes (1 in regular sand stages, and 1 in resin-coated proppant stage). Pump job as follows:

Pump 2,000 gals 2% KCL water containing 55 gals Baker RE 4777-SCW Scale Inhibitor at 6 BPM Pump 1,000 gals 2% KCL water spacer at 20 BPM

Pump 14,000 gals YF125 pad containing 5 GPT J451 Fluid Loss Additive at 40 BPM

Pump 14,000 gals YF125 containing 0.5 PPG 16/30 mesh Jordan Sand & 5 GPT J451 FL Additive

Pump 12,000 gals YF125 containing 1.5 PPG 16/30 mesh Jordan Sand

Pump 12,000 gals YF125 containing 2.5 PPG 16/30 mesh Jordan Sand

Pump 14,000 gals YF125 containing 3.5 PPG 16/30 mesh Jordan Sand

Pump 16,000 gals YF125 containing 4.5 PPG 16/30 mesh Jordan Sand

Pump 6,000 gals YF125 containing 5 PPG resin-coated 16/30 mesh CR1630 proppant.

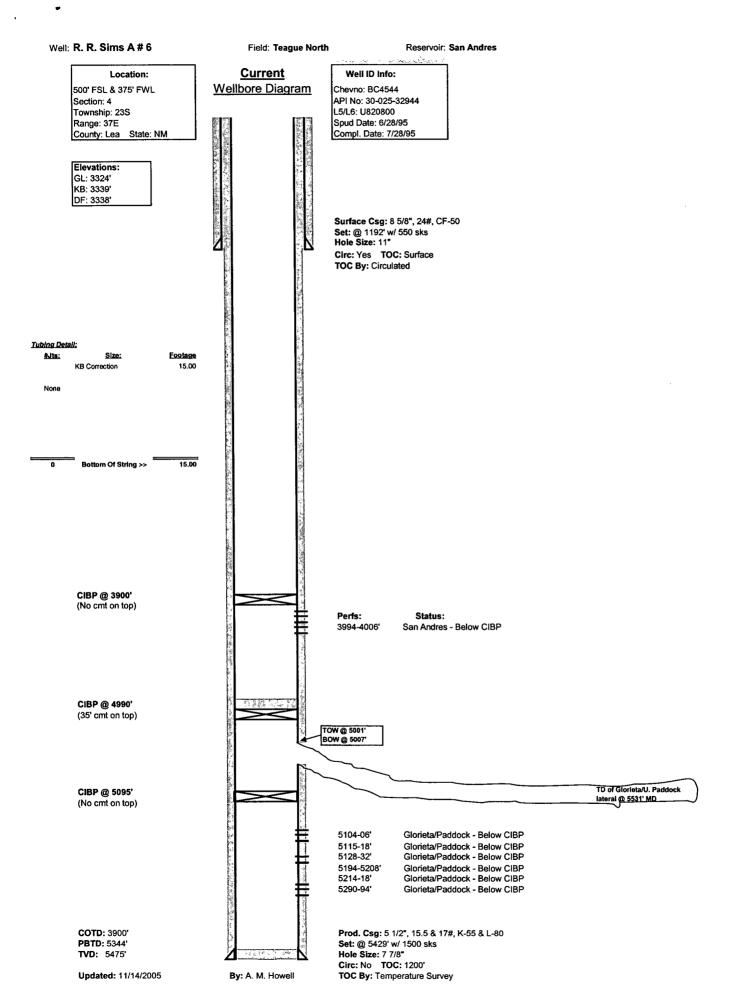
Flush to 3600' with 1,315 gals WF125. **Do not overflush.** Shut well in. Record ISIP, 5, 10, and 15 minute SI tbg pressures. SWI. RD & Release DS Services and Tracer-Tech Services. **Leave well SI overnight.**

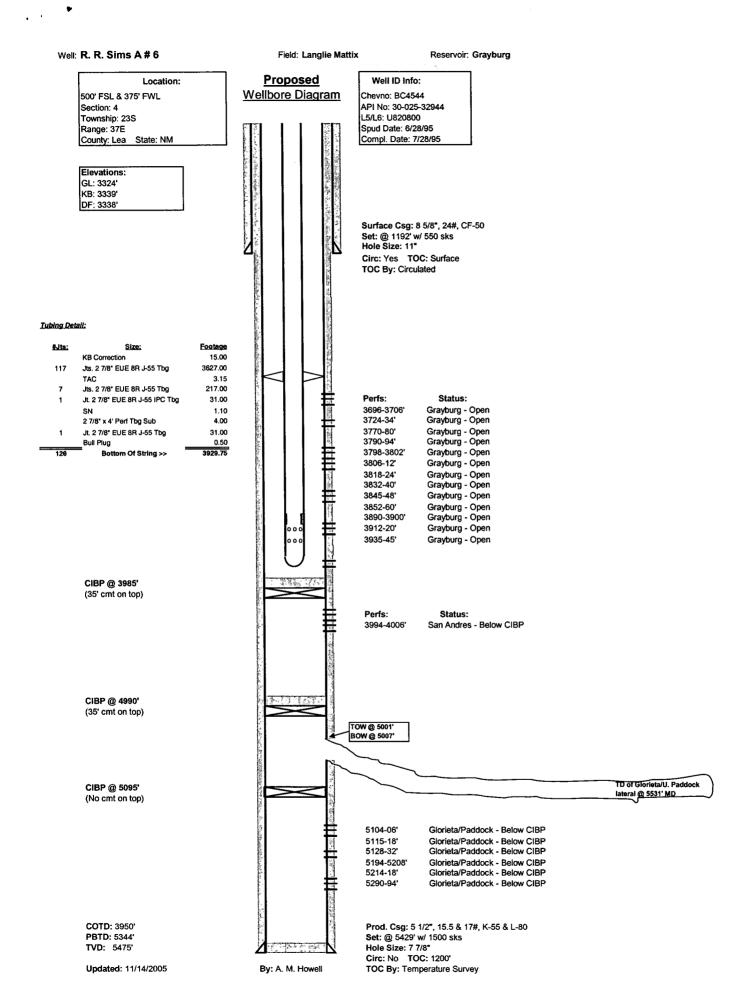
- 15. Open well. Bleed pressure from well, if any. Release pkr. POH LD 3 ½" work string, on-off tool, and pkr.
- 16. PU and GIH with 4 3/4" MT bit on 2 7/8" work string to PBTD at 3950'. Reverse circulate well clean from 3950' using 8.6 PPG cut brine water. POH with 2 7/8" tbg string and bit. LD bit.
- 17. PU & GIH with 5 ½" pkr on 2 7/8" tbg string to 3600'. Set pkr at 3600'. Open well. GIH and swab well until there is no sand inflow. Swab well for at least 3 hours before logging. MI & RU Baker Atlas electric line unit. Install lubricator and test to 1000 psi. GIH and conduct after-frac PRISM GR/Temp/CCL log from 3950' up to 3300'. POH. RD & release electric line unit.

 Note: Correlate logs and run flat with Baker Atlas GR/CBL/CCL Log conducted in Step # 8.

- 18. Release pkr. POH with 2 7/8" tbg string and pkr. LD packer.
- 19. PU and GIH w/ BP mud anchor jt of 2 7/8" tbg, 2 7/8" x 4' perforated sub, SN, 1 jt 2 7/8" EUE 8R J-55 IPC tbg, 7 jts 2 7/8" EUE 8R J-55 tbg, TAC, and 117 jts 2 7/8" EUE 8R J-55 tbg, testing to 5000 psi. Set TAC at 3625', with EOT at 3930' and SN at 3895'.
- 20. Remove BOP's and install WH. GIH with rods, weight bars, and pump per ALS recommended design. RD & release pulling unit.
- 21. Turn well over to production. Report producing rates, choke sizes, flowing pressures and/or fluid levels.

AMH 8/3/2006





DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88211-0719 DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV

P.O. Box 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088

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Form C-102 Revised February 10,199 Instructions on bac

Submit to Appropriate District Offic State Lease - 4 Copie

Fee Lease - 3 Copie

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-32944	Pool Code 37240	³ Pool Name LANGLIE MATTIX 7 RIVERS QUE	³ Pool Name LANGLIE MATTIX 7 RIVERS QUEEN GRAYBURG		
Property Code 2995 44060	·	erty Name . SIMS 'A'	⁶ Well No. 6 ⁹ Elevation 3324' GL, 3339' KB		
OGRID Number 4323	•	rator Name ON USA INC			

Surface Location

UI or lot no	Section	Township	Range	Lot.ldn	Feet From The	North/South Line	Feet From The	East/West Line	County
М	4	23-S	37-E		500	SOUTH	375	WEST	LEA

Bottom Hole Location If Different From Surface

Ī	JI or lot no.	Section	Township	Range	Lot.ldn	Feet From The		North/South Line	Feet From The	East/West Line	County
1:	¹² Dedicated Acre 40		13 Joint or Infill No	14	¹⁴ Consolidation Code		¹⁵ Order No.			<u>l</u>	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

