District I 1625 N French Da, Hobbs, NM 88240 Phone (575) 393-6161 Fax (575) 393-0720 District II

Phone (575) 393-6161 Fax (575) 393-0720 <u>District II</u> 811 S First St., Artesia, NM 88210 Phone (575) 748-1283 Fax (575) 848-9720

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

State of New Mexico

Form C-101 Revised August 1, 2011

Permit

Energy Minerals and Natural Resources

Oil Conservation Division

HOBBS OCD

1220 South St. Francis Dr.

Santa Fe, NM 87505

OCT 2 1 2011

RECEIVED
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE OGRÍD Number Operator Name and Address CHEVRON U.S.A. INC 15 SMITH ROAD MIDLAND TEXAS 79705 ³ API Number 30-025-31807 Well No Property Name Property Code (WILL BE CHANGED TO CVU #212) VACUUM GLORIETA WEST UNIT Surface Location UL - Lot Township Lot Idn Feet from N/S Line Feet From E/W Line County Section Range LEA NORTH FAST 25 17-S 34-E 181 ⁸ Pool Information VACUUM GRAYBURG SAN ANDRES Additional Well Information 11 Cable/Rotary 12 Lease Type 13 Ground Level Elevation 9 Work Type Well Type 3994' GR 0 RC & chng name Multiple 15 Proposed Depth 16 Formation 17 Contractor 18 Spud Date 6352 SAN ANDRES Depth to Ground water Distance from nearest fresh water well Distance to nearest surface water 19 Proposed Casing and Cement Program , m 11 /1 /1 Hole Size Estimated TOC Туре Casing Size Casing Weight/ft Setting Depth Sacks of Cement NO CHANGE **Casing/Cement Program: Additional Comments Proposed Blowout Prevention Program** Test Pressure Working Pressure Type Manufacturer I hereby certify that the information given above is true and complete to the best of my knowledge and belief OIL CONSERVATION DIVISION I further certify that the drilling pit will be constructed according to NMOCD guidelines , a general permit, , or an (attached) alternative Approved By: OCD-approved plan . PETROLEUM ENBANELA Printed name DENISE PINKERTON Title: 2 1 2011 Title: REGULATORY SPECIALIST Approved Date. Expiration Date. E-mail Address leakejd@chevron com Phone: 432-687-7375 Date 10-20-2011 Conditions of Approval Attached

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¹ API Number

30-025-31807

State of New Mexico

Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505 OCT 2 1 2011

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

Pool Name

VACUUM; GRAYBURG, SAN ANDRES

WELL LOCATION AND ACREAGE DEDICATION PLAT

² Pool Code

62180

4n (C)		⁵ Property Name							⁶ Well Number	
⁴ Property Code		VACUUM GLORIETA WEST UNIT (will be changed to Central Vacuum Unit #212)							20 Selevation	
										
OGRID No.		Operator Name CHEVRON U.S.A. INC.							rievation	
4323										
					¹⁰ Surface	Location				
UL or lot no.	Section	Township	Range	Lot Id	n Feet from the	North/South line	Feet from the	East/West lin	1 '1	
н	25	17-S	34-E		1541	NORTH	181	EAST	LEA	
<u>.</u>	J	l	ıı Ro	ttom H	ole Location I	f Different Fron	n Surface			
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UL or lot no.	Section	Township	Range	Lot Id	n reet from the	North/South line	reet from the	East/ west iii	County	
	L,								1	
12 Dedicated Acre	s 13 Joint o	r Infill	14 Consolidation	Code 15	Order No.					
40										
	I						III.			
No allowable	will be as:	signed to	this comple	tion until	all interests have	been consolidated	or a non-standard	unit has been	approved by the	
division.		J	•							
	 						Λ			
16							47 17 OPE	ERATOR CEI	RTIFICATION	
							I hereby certify th	at the information conto	amed herem is true and complete	
							to the best of my k	knowledge and belief, ar	nd that this organization either	
						· .	owns a working ii	iterest or unleased mine	ral interest in the land including	
		İ					the proposed bott	om hole location or has	a right to drill this well at this	
						4	location pursuant	to a contract with an o	wner of such a mmeral or workm	
						1	interest, or to a ve	oluntary pooling agreem	nent or a compulsory pooling	
						11	order heretofore	e nter ed by the division		
						11	JA11150	Din Hos	10-20-2011	
							Signature	FUNTE	Date	
						14.	Signature		Date	
					,	t Bo	DENISE PINKE	ERTON REGULA	TORY SPECIALIST	
					ul	1 2	Printed Name			
							<u>leakejd@chevro</u> E-mail Address	n com		
,										
						/1	"CLIDAT	ZVOD CED	TIFICATION	
,							I			
							1		ocation shown on this	
							plat was plot	ted from field not	es of actual surveys	
							made by me	or under my supe	rvision, and that the	
		1					same is true	and correct to the	e best of my belief.	
							Jame 15 In de	and correct to the	ocar of my ocney.	
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							Signature and S	Seal of Professional S	Surveyor	
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		1					Certificate Num	ber		
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CVU #212 (Formerly VGWU #20)

Job: Perf and Acidize (Test San Andres)

API No. 30-025-31807

Lea County, NM

Workover Procedure:

***Note: If well has Larkin style head, change out to a 3M flange type head.

- 1. MIRU PU. Note that current WBD shows no tubing in hole.
- 2. Check casing pressure. Kill well as necessary (Note that the well should be dead due to a CIBP set @ 5950'). Open bradenhead valves, bleed pressure, & monitor throughout job.
- 3. ND wellhead.
- 4. NU 5K hydraulic BOP w/ blind rams in bottom and 2 7/8" pipe rams in top + stripper head. PU 5 1/2" packer & set @ 30'. Load hole & test pipe rams to 250 low, 500 high psi for 5 minutes. LD test joint and packer.
- 5. Fill hole & test casing f/ blind rams to CIBP set @ 5950' to 550 psi for 10 minutes. Note any injection rate & pressure response in Wellview and notify remedial engineer as a potential leak isolation & squeeze may be necessary. Note a DV tool is at 5021' and is a possible source for a leak.
- 6. RU WL. Make dummy run w/gauge ring to 35' of cement on top of CIBP @ +/-5915'. Note tag depth in wellview.
 - a. If gauge ring tags above 5000', PU 2-7/8" 6.5# L-80 work string & make cleanout run to 5000' on 2 7/8" EUE, L-80, 6.5# WS. TOH standing back workstring.
- 7. RU *Baker Hughes* perforating services & lubricator. Tie into Halliburton's Spectral Density-DSN log dated 1/5/1993, run a GR-CCL from 4700' to 2700'. Perforate 5 1/2" casing w/ 2 JSPF at 120 degree phasing, 0.47" EHD, & 49" penetration as follows:

4518-24', 4530-36', 4550-58', 4597-4607' (60 total holes)

RDMO wireline unit.

8. TIH with 5 1/2" treating pkr on 2-7/8" EUE, L-80, 6.5# workstring. Test tbg to 6000 psi below slips while RIH. Set pkr @ +/- 4445'. Load casing and test packer to 500 psi.

- MIRU Acid Unit. Acidize perfs w/ 3,000 gallons 15% NEFE HCL. Divert using 90, 1.2 SG, 7/8" bio-ball sealers spread evenly throughout the job. Pump acid at 8-10 BPM.
 Max Pressure = 6800 psi. Displace with FW to bottom perf.
- 10. Shut-in for 1 hour to allow acid to spend.
- 11. Attempt to flow back load surge well if possible to knock ball diverters off seat.
- 12. If well is dead and will not flow, release packer and run past all perfs to wipe any excess balls off seat. Reset packer @ 4445'. Swab back load + 50 bbls. Record stabilized fluid level, fluid entry rate, monitor returns for traces of oil and notify Production Engineer. Contact Production Engineer (Acero) prior to RIH with production tubing to confirm if flow/swab back results are successful.
- 13. Release packer. TOH & lay down workstring and packer.
- 14. RIH w/ new bare 2 7/8" J-55 EUE, 6.5# production tubing (Reference the attached tubing assembly).
- 15. ND BOP.
- 16. NU wellhead.
- 17. RIH w/ pump and rods (Reference the attached pump and rod details).
- 18. RDMO PU.
- 19. Turn well over to production.

Contacts:

Nathaniel Brummert - Remedial Engineer (713-409-6170)

Danny Acosta – ALCR (Cell: 575-631-9033)

Edgar Acero – Production Engineer (432-687-7343 / Cell: 432-230-0704)

Drilling Supt. - Heath Lynch - (432-687-7402 / Cell: 432-238-3667)

OS - Nick M. - 432 631 0646

VGWU 20 API No. 30-025-31807

