

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N French Dr, Hobbs, NM 88240
 District II - (575) 748-1283
 811 S First St, Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St Francis Dr, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

HOBBS OCS
 MAY 10 2012
 RECEIVED

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. 30-025-35563
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <u>INJECTION</u>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator CHEVRON U.S.A. INC.		6. State Oil & Gas Lease No.
3. Address of Operator 15 SMITH ROAD, MIDLAND, TEXAS 79705		7. Lease Name or Unit Agreement Name VACUUM GRAYBURG SAN ANDRES UNIT
4. Well Location Unit Letter F: 1390 feet from the NORTH line and 2530 feet from the WEST line Section 1, Township 18-S Range 34-E NMPM County LEA		8. Well Number 249
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 4323
10. Pool name or Wildcat VACUUM GRAYBURG SAN ANDRES		10. Pool name or Wildcat VACUUM GRAYBURG SAN ANDRES

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

Per Subsequent Report of:
 REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING **11.5 G. Packer shall be set within or less than 100 feet of the uppermost injection perfs or open hole.**
 CASING CEMENT JOB

OTHER: CLEAN OUT & STIMULATE

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.

CHEVRON U.S.A. INC. INTENDS TO CLEAN OUT & STIMULATE THE SUBJECT WELL.

PLEASE FIND ATTACHED, THE INTENDED PROCEDURE, WELLBORE DIAGRAM, & C-144 INFORMATION.

The Oil Conservation Division
MUST BE NOTIFIED 24 Hours

Condition of Approval: notify
OCD Hobbs office 24 hours

Prior to the beginning of operations

prior of running MIT Test & Chart

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 Denise Pinkerton TITLE: REGULATORY SPECIALIST DATE: 05-09-2012

Type or print name: DENISE PINKERTON E-mail address: leakejd@chevron.com PHONE: 432-687-7375

APPROVED BY: [Signature] TITLE STAFF MGR DATE 5-10-2012
 Conditions of Approval (if any):

Well: VGSAU No. 249
Field: Vacuum (Grayburg-San Andres) Field
API No.: 30-025-35563
Lea County, New Mexico

Description of work: CT:CO from top of fill @ 4,535' to 4,800'.

*****Coiled Tubing Unit is to only be on the injector for 1 day regardless of CO depth reached. Allow enough time to complete steps 9-11, and move CT unit to next injector.*****

Pre-Job Work:

- Check location, anchors (if they haven't been tested in the last 24 months, retest) and any overhead electrical lines (possible variance needed)
- Set water supply tanks and flow back tanks prior to job
- Have fluid transportation trucks on location to bring in / haul off fluid
- Manifold rated and tested to BOP working pressure.
- Man lift on location for use as needed

Procedure:

1. MIRU coiled tubing unit w/ 1.25" coil.
2. Dress the tubing end and install the coiled tubing connector. Use testing tool to pull test / pressure test the connector. Test low (200 psi, 5 minutes) and then high (working pressure of BOP system, 10 minutes) pressure.
3. Perform a surface function test on the down hole tools (hip trippers and motors).
4. Before equalizing pressures with the wellbore, the BOP, riser, stripper head, and surface connection are to be tested. Anything below the BOP is to be low (200 psi, 5 minutes) / high (working pressure of BOP system, 10 minutes) tested. Above the BOP (lubricator and stripper head) are to be tested to the rates working pressure of the stripper head.
5. Open well and RIH with hip tripper.
6. Slow to 20³/min when within 200' of PN/packer (packer set at 4,263') and continue at reduced speed while below the end of tubing.
7. Once the tubing has been exited, 'take a bite' into the production casing (enter casing and then pull back into the upper tubing section), and continue to do this in increments during the CO.
8. Clean out fill from 4,535' to 4800'.
9. Circulate hole clean with 125% of annular volume.
10. Continue to circulate and POOH.
11. RDMO coil tubing unit.
12. Return well to injection.

Well: VGSAU No. 249
Field: Vacuum (Grayburg-San Andres) Field
API No.: 30-025-35563
Lea County, New Mexico

RRW 3/19/2012

Contacts:

Remedial Engineer – Larry Birkelbach	(432-687-7650 / Cell: 432-208-4772)
Production Engineer – Ryan Warmke	(432-687-7452 / Cell: 281-460-9143)
ALCR – Danny Acosta	(Cell: 575-631-9033)
D&C Ops Manager – Boyd Schaneman	(432-687-7402 / Cell: 432-238-3667)
D&C Supt. – Heath Lynch	(432-687-7857 / Cell: 281-685-6188)
OS – Nick Moschetti	(Cell: 432-631-0646)

VGSAU #249 Wellbore Diagram

Created: 03/29/06 By: C. A. Irie
 Updated: 10/25/2007 by PTB, 4/21/08 by NC
 Updated: 11/05/08 By: SMI
 Updated: 06/04/09 By: Cayce
 Updated: 01/09/12 By: PTBP
 Lease: Vacuum Grayburg San Andres Unit
 Field: Vacuum Grayburg San Andres Unit
 Surf. Loc.: 1,390' FNL & 2,530' FEL
 Bot. Loc.: _____
 County: Lea St.: NM
 Status: Active Injection Well

Well #: 249 St. Lse: _____
 API: 30-025-35563

 Unit Ltr.: F Section: 1
 TSHP/Rng: S-18 E-34
 Unit Ltr.: _____ Section: _____
 TSHP/Rng: _____
 Directions: Buckeye, NM
 CHEVNO: HD2328

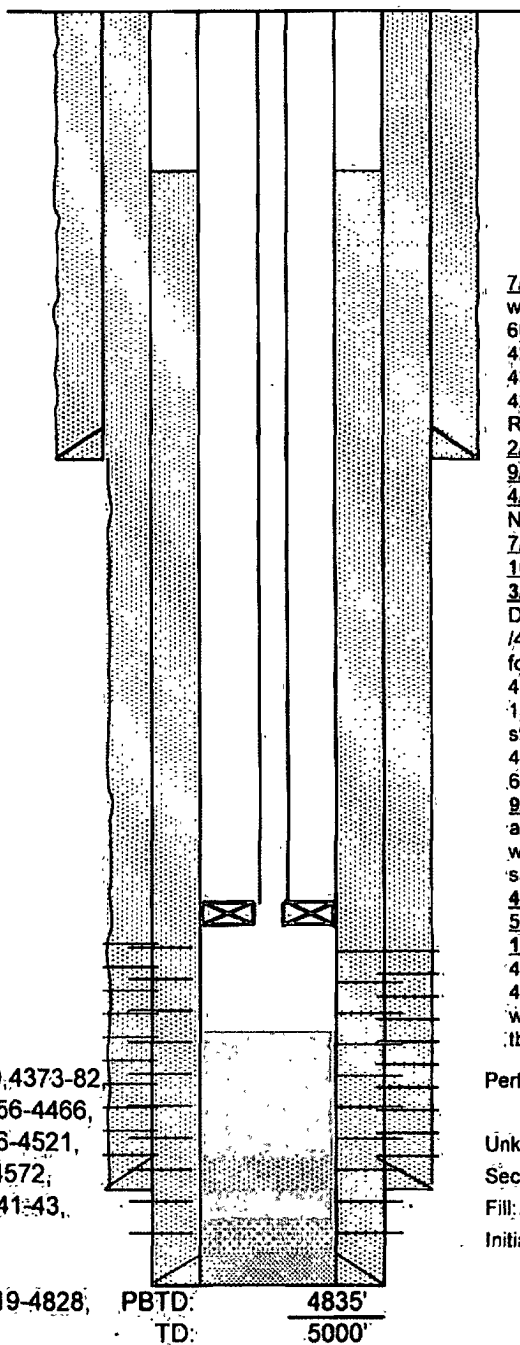
Surface Casing
 Size: 8 5/8"
 Wt., Grd.: 24# K-55
 Depth: 1,482'
 Sxs Cmt: 700 H
 Circulate: Yes
 TOC: Surface
 Hole Size: 12 1/4"

Production Casing
 Size: 5 1/2"
 Wt., Grd.: 15.5# K-55
 Depth: 4,800'
 Sxs Cmt: 950 H
 Circulate: Yes 124sx
 TOC: Surface
 Hole Size: 7 7/8"

Production Liner:
 Size: 4"
 Wt., Grd.: 10.46# J-55
 Depth: 5000'
 Sxs Cmt: 350
 Circulate: no
 TOC: 220' calc.
 Hole Size: 4 3/4"

2-3/8" Fiberline Tbg
 Arrowset packer @ 4263' w/ 1.43" PN

Perforations
 4292-4302, 4308-12, 4316-20,
 4322-24, 4330-40, 4362-4366, 4369, 4373-82,
 4394-4404, 4436-4450, 4438-50, 4456-4466,
 4458-66, 4472-75, 4492-4511, 4516-4521,
 4524-29, 4532-36, 4539-51, 4567-4572,
 4586-4594, 4598-4612, 4620-38, 4641-43,
 4687-4690, 4696-4700, 4702-14
 4732-4742, 4769-4771, 4780-4784,
 4788-4794, 4802-4804 miss-fire, 4819-4828,
 4836-4841, 4844-4847, 4850-4858



KB: 4,004
 DF: _____
 GL: 3,991
 Ini. Spud: 07/02/01
 Ini. Comp.: 07/24/01

History

7/24/01 Ini Comp: Perf 4492-4714, flowing when perf 4620-4644, pkr.4408 TP 4440, acid 6000 gls 15% 3000# RS, RBP 4480, perf 4292-4302, 08-12, 16-20, 22-24, 30-40, 76-82, 4394-4404, 4438-50, 47-50, 58-66, 72-74, pkr 4211, acid 4800 gls 15% 2500 gls gel 2000# RS, pkr 4258.
2/2002: max pressure 1550#
9/12/02 Chg Pkr: Nickel plated Duoline.
4/29/03 Stim: Pkr 4243, acid 8000 gls 15% NEFE HCl 4000# RS, pkr 4271.
7/2003: max pressure 1680#
10/2007: Slickline TD @ 4,282'
3/18/08-4/15/08 Deepen, perf, acid: Deepen to 5000'. Perf 4732'-4858'. Acidize /4,000 gals 15% HCl & 4,000# rock salt. Swab for oil sample - unsuccessful. Set RBP @ 4730'. Perf 4292'-4714'. Acidize w/4,000 gals 15% HCL in 3 stages w/2,500# rock salt in 2 stages. Pull RBP. Tag @ 4945'. Set pkr @ 4248.4
 6' w/11' KB
9/08: Inj profile showed 85% going into perms at 4850-58' and traveling down. Plugged back with 20/40 sand & capped with 100 mesh sand, tagged top of sand plug at 4835'.
4/09 Tagged @ 4360'. Tbg. press 1725.
5/09 Tag @ 4817. Tbg press 1825.
11/09: Pull Pkr and tbg. Perf 4702-4714, 4622-4636, 4330-4340, 4373-4382, 4444-4450, 4456-4466. Frac w/234801 gal slick water and sand. CO to 4836'. reset pkr and tbg @ 4258'.
 Perfs: 4292 - 4859
 Unknown Fill: 4535' - 4632'
 Second Sand Plug: 4632' - 4648'
 Fill: 4648' - 4835'
 Initial Sand Plug: 4835' - 4945'

PBD: 4835'
 TD: 5000'