Form 3160-5 (June 1990)

1. Type of Well:

2. Name of Operator

UNITED STATES DEPARTMENT OF THE ÎNTERIOR BUREAU OF LAND MANAGEMENT

OCD-HOBBS

28293037

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

065347

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen of reenty to a different reservoir.

GAS WELL

OIL

WELL

Use "APPLICATION FOR PERMIT --" for such proposals 1

SUBMIT IN TRIPLICATE

OTHER

7. If Unit or CA, Agreement Designation

5. Lease Designation and Serial No.

6. If Indian, Alottee or Tribe Name

Nm 71967 8. Well Name and Number

WHITE CITY PENN GAS COM UNIT 3

CHEVRON USA INC 3. Address and Telephone No.

9. API Well No. 15 SMITH RD, MIDLAND, TX 79705 432-687-737

30-015-21937 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

10. Field and Pool, Exploaratory Area WHITE CITY PENN Unit Letter : 2310' Feet From The NORTH Line and 2310' Feet From The

11. County or Parish, State Township 24-S Section 28 Range 26-E Line EDDY , NM

TYPE OF ACTION TYPE OF SUBMISSION Abandonment Change of Plans Recompletion **New Construction** Notice of Intent Plugging Back Non-Routine Fracturing Subsequent Report Casing Repair Water Shut-Off Atlering Casing Conversion to Injection Final Abandonment Notice

Check Appropriate Box(s) To Indicate Nature of Notice, Report, or Other Data

OTHER: PERF & STIMULATE Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)

CHEVRON U.S.A. INC. INTENDS TO PERFORATE THE ATOKA & STRAWN FORMATIONS IN THE SUBJECT WELL.

THE INTENDED PROCEDURE & CURRENT & PROPOSED WELLBORE DIAGRAMS ARE ATTACHED FOR YOUR APPROVAL.

Accepted for record - NMOC

DATE

| (This space for Federal or State office use) APPROREGA SGD.1 DAVID & GLASS TOTAL ENGINEER | AUG 2 | 4 2006 |
|---|----------|-----------|
| TYPE OR PRINT NAME Denise Pinkerton | | |
| SIGNATURE SILLE SIGNATURE TITLE Regulatory Specialist | DATE | 8/18/2006 |
| 14. I hereby certify that the (aregoing is true and chrect / | | |

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

TITLE

CONDITIONS OF APPROVAL, IF ANY

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*.

WORKOVER PROCEDURE

I - General Information

| Well: | White City Penn Gas Com Unit 3 #1 | Field: | White City Penn | |
|---------|-----------------------------------|------------|-------------------------|-------------|
| API#: | 30-015-21937 | Location: | 2,310' FNL & 2,310' FWL | |
| CHEVNO: | EP2240 | Unit Ltr.: | F | Section: 28 |
| WBS #: | | TSHP/Rng: | S-24 E-26 | |

II - Objective

Perforate and Stimulate the Atoka & Strawn

III - Pre-Job Information

- Utilize 4% KCL water containing 1 gal per 1000 gals (1 gal per 24 bbl) of F103 or comparable surfactant.
- Verfiy NMOCD/BLM Approval and notify 24 hours prior to working.
- Include a Ball Catcher on Choke Manifold due to CO2 used in stimulation.
- Have a Calloway Fire Truck on Location during stimulation with high concentration methanol.
- Chevron to supply 60 tons of CO2 on first stimulation and 55 tons on second.

IV - Procedure

- 1 MIRU PU, ND Wellhead, NU BOP. Test casing to 500 psi. (1 day)
- PU 4 1/4" Bit & 2 3/8" Yellow Band N-80 Production Tubing, Tag TOC @ ~10,800' (CIBP @ ~10,820'), Pickle Tubing, Circulate 4% KCl Water, Spot 250 gallons 7.5% on Bottom, TOH w/Bit and Production Tubing. (3 days)
- RU Baker Atlas Wireline Equipment, Tie into Schlumberger Perforating Depth Control Log ran 7/23/79, Perforate using 3 3/8" Predator Gun (3322 Charge, 0.47") at 2 SPF and 120° Phasing: Lower Atoka @ 10,602-604 (6 holes), 610-626 (34 holes), & 654-658 (10 holes); Middle Atoka @ 10,394-402 (18 holes), 413-423 (22 holes), & 436-443 (16 holes), (1 day)
- 4 PU & TIH with 5" Treating Packer w/On-Off Tool & 1.78" F Profile Nipple on 2 3/8" Production Tubing, Test to 8000 psi, Set Packer @ ~10,250', ND BOP, NU Tree, Install Tree Saver, Load & Test Tubing-Casing Annulus to 500 psi, Swab Tubing Fluid Level to ~8,000' if able. (1 day)
- MIRU SLB, Stimulate as per SLB Procedure: Pump 3-5 BPM @ Max Pressure of 7500 psi: 4,500 gallons of 15% Alcoholic Gas Well Acid with 50 Quality CO2 and 90 Regular Ball Sealers (60 Tons of CO2 and 4000 gallons 4% KCl supplied by Chevron), RDMO SLB. (1 day)
- 6 Swab/Flow back Load. (2 days)

- 7A If Well Dies, Release Packer and TOH, LD Packer, MIRU WL, Set 5" Composite Bridge Plug @ 10,250', Test to 500 psi, Go to Step 8. (3 days)
- 7B If Well Continues to Flow, RU Wireline Truck, set a 1.78" Blanking Plug in the Profile Nipple, RD Wireline Truck, Release On-Off Tool, TOH, Go to Step 8. (1.5 days)
- 7C If Well is Flowing Strongly, Flow Back and Test Well, Contact Engineers, Notify Operations, Put on Production, RDMO PU, Clean Location, and Perform a 4-Point Test. (3 days)
- RU Baker Atlas Wireline Equipment, Tie into Schlumberger Perforating Depth Control Log ran 7/23/79, Dump bail 15% HCl right above Bottom Perf Depth, Perforate using 3 3/8" Predator Gun (3322 Charge, 0.47") at 2 SPF and 120° Phasing: Upper Atoka @ 10,091-097 (14 holes) & 10,108-111 (8 holes); Strawn @ 9,935-939 (10 holes) & 9,948-964 (34 holes). (1 day)
- 9 PU & TIH with 5" Treating Packer w/1.81" F Profile Nipple on 2 3/8" Production Tubing, Test to 8000 psi, Set Packer @ ~9,870', ND BOP, NU Tree, Install Tree Saver, Load & Test Tubing-Casing Annulus to 500 psi, Swab Tubing Fluid Level to ~8,000' if able. (1 day)
- MIRU SLB, Stimulate as per SLB Procedure: Pump 3-5 BPM @ Max Pressure of 7500 psi: 4,000 gallons of 15% Alcoholic Gas Well Acid with 50 Quality CO2 and 50 Bio Ball Sealers (55 Tons of CO2 and 4000 gallons 4% KCl supplied by Chevron), RDMO SLB. (1 day)
- 11 Swab/Flow back Load. (2 days)
- 12A If Pressure is Comparable to Lower Intervals, Contact Engineers, either RU Wireline and Pull 1.78" Blanking Plug in Packer @ ~10,250', or RU Coil Tubing and drill out CBP @ ~10,250', Notify Operations, Put on Production, RDMO PU, Clean Location, Perform a 4-Point Test. (3 days)
- 12B If Well is Coming In Strong, Flow Back and Test Well, Contact Engineers, ND BOP, NU Wellhead, Notify Operations, Put on Production, RDMO PU, Clean Location, and Perform a 4-Point Test. (3 days)

Prepared by Christopher A. Irle

White City Penn Gas Com Unit 3 #1 Wellbore Diagram - Current

| Field: Surf. Loc.: 2, Bot. Loc.: County: Eddy | By: City Penn Gas Com Unit White City (Penn) 310' FNL & 2,310' FWL | 3 | Well #: API Unit Ltr.: TSHP/Rng: Unit Ltr.: TSHP/Rng: Directions: Chevno: | 1 Fd./St. #: 30-015-21937 F Section: S-24 E-26 Section: Carlsbad, NM EP2240 | 28 |
|--|--|--|---|---|---|
| Surface Casing Size: 10 3/4 Wt., Grd.: 40.5# K Depth: 1,900 Sxs Cmt: 1,200 Circulate: ? TOC: ? Hole Size: 7 5/8 Wt., Grd.: 26.4# S Depth: 8,33 Sxs Cmt: 900 Circulate: No TOC: 2,950 Hole Size: 5" Wt., Grd.: 17.93# f Top: 8,07 Depth: 11,51 Sxs Cmt: 665 Circulate: No TOC: TOL Hole Size: 6 1/2 Perforations 10,892-902, 11,062 92-96 92-96 | 7-55 0 0 | 1900 2950 8072 8337 10800 10820 10820 1082 11062 11069 11084 11118 11124 11119 11196 11196 | | KB: DF: GL: Ini. Spud: Ini. Comp.: History 12/21/76 Set Liner: Not hold p 200 sx. 1/15/77 Ini Comp: Perf 4 spf.: 92-96, tbg 2 3/8 11203 pkr 1117/10/78 Test Zones: Rel pkr, p swab, BHP bombs, RBD 1115 swab, prod upper, prod lower 12/6/78 Sqz Upper Mor: Rel p rel pkr, spot 2 sx 20/40 snd, p 5/25/79 Cont: CI, inactive pen pkr still stuck. 7/19/79 Recomp Higher: Ret spf.5" 10892-902, 11062-69, 6000 gls 7.5% slick Morrow 36 sell. 3/29/06 TA: Rel pkr, CIBP 108 Geology - Tops From Di Delaware Bone Springs Wolfcamp Strawn Atoka Morrow Barnett | 01/15/77 ores, sqz TOL 32" 11118-24, 063. pkr 11157, 58, pkr 11070, pending eval. okr, pkr 11140, okr stuck. ading study, 11084, perf 2 swab, acid 0 BS, swab, 820, cmt 20'. |

PBTD: 10,800 TD: 11,511

White City Penn Gas Com Unit 3 #1 Wellbore Diagram - Proposed

| Created: | 07/31/06 | By: <u>C. A. Ir</u> | le | | Vell #: | 1 | | LC-065347 |
|-------------|-----------------|---------------------|----------------|--------|----------------|----------------|--|-----------------------|
| Updated: | | Ву: | | | νPI | | 30-015-21937 | 7 |
| Lease: | | Penn Gas Com Unit | 3 | • | Jnit Ltr.: | F | Section: | 28 |
| Field: | | ite City (Penn) | | • | SHP/Rng: | | S-24 E-26 | |
| Surf. Loc.: | 2,310' | FNL & 2,310' FWL | | • | Jnit Ltr.: | | Section: | |
| Bot. Loc.: | | | | | SHP/Rng: | | | |
| County: | Eddy | St.: NM | | • | irections: | | Carlsbad, NM | 1 |
| Status: | Tempo | orarily Abandoned | | | chevno: | | EP2240 | |
| | | | | | | | | |
| 0 (0. | . • | | | | | 7 | 145 | |
| Surface Ca | _ | | | | | 1 | KB: | |
| Size: | 10 3/4 | ? | | | 3 5200 | 1 | DF: | 0.000 |
| Wt., Grd.: | 40.5# K-55 | | | | | İ | GL: | 3,393 |
| Depth: | 1,900 | | | | | l | Ini. Spud: | 11/08/76 |
| Sxs Cmt: | 1,200 | | | | | i | Ini. Comp.: | 01/15/77 |
| Circulate: | ? | | | | | i | | |
| TOC: | ? | | | 1900 | | History | and the state of the state of | T 01 |
| Hole Size: | 13 3/4 | | | | | 12/21/76 St | et Liner: Not hold p | res, sqz IOL |
| | . · | | | | | | Comp: Perf 4 spf .3 | 32" 11118-24 |
| Intermediat | ~ | 3 508088 | | 2950 | e 1. na (.481) | | 2 3/8 11203 pkr 110 | |
| Size: | 7 5/8 | | | | | | st Zones: Rel pkr, p | |
| Wt., Grd.: | 26.4# S-95 | ļ | | | | | bombs, RBD 1115 | |
| Depth: | 8,337 | İ | Nedas. | 8072 | | | upper, prod lower p z Upper Mor: Rel pl | |
| Sxs Cmt: | 900 | | | l F | (k | | t 2 sx 20/40 snd, pl | |
| Circulate: | No No | | | 8337 | | | nt: CI, inactive pend | |
| TOC: | 2,950 TS | | | 9935 | | pkr still stud | | |
| Hole Size: | 9 1/2 | Strawn | Generaliye | 9964 | | | comp Higher: Ret 1 | |
| | | | | 10091 | | | 92-902, 11062-69, s 5% slick Morrow 30 | |
| . | | Upper Atoka | in in the same | 10111 | <u> </u> | sell. | o 70 on one monow ou | , 50, 5 11 ab, |
| Production | | | | 10394 | | 3/29/06 TA | : Rel pkr, CIBP 108 | 20, cmt 20'. |
| Size: | 5" | Middle Atoka | oi Pilitania | 10443 | | | | |
| Wt., Grd.: | 17.93# N-80 | | | 10602 | | | | |
| Top: | 8,072 | Lower Atoka | | 10658 | | | | |
| Depth: | 11,511 | | | 10800 | | . | T 5 5 | **** |
| Sxs Cmt: | 665 | | | 10820 | İ | | - Tops From Dr | • |
| Circulate: | No TO | | | | | Delaware | | 1,758 |
| TOC: | TOL | | | 10892 | | Bone Spi | • | 5,216 |
| Hole Size: | 6 1/2 | | e Partille | 10902 | | Wolfcam | p | 8,360 |
| D | _ | | | 11062 | | Strawn | | 10,078 |
| Perforation | | 4 440 04 | | 11069 | | Atoka | | 10,375 |
| | 2, 11,062-69, 1 | 1,118-24, | | 11084 | | Morrow | | 10,775 |
| 92-96 | | | | \vee | | Barnett | | 11,493 |
| | | | | 11118 | | | | |
| | | | | 11124 | | | | |
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| | | | | 11140 | | | | |
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| | | | | 11511 | N | | | |

PBTD: 10,800 TD: 11,511