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

Date.03-06-2012

State of New Mexico

Form C-101 Revised August 1, 2011

Permit

HOBBS OCD Energy Minerals and Natural Resources **Oil Conservation Division**

Phone 432-687-7375

1220 South St. Francis Dr.

Santa Fe, NM 87505

Phone (505) 476-			RECEI	VED :	,						
AP	PLICA'	TION	FOR PERMI' Operator Name a	T TO DRI	LL, RE	<u>-ENTER,</u>	DEEPE	N, PLUG	² OGRID Ni	R ADD A ZONE	
CHEVRON US A IN 15 SMITH ROAD								4323			
MIDLAND, TEXAS	79705								³ API Num 30-025-34	222	
⁴ Property Code S Property N MONUMENT								6 Well No 18			
⁷ Surface Location											
UL - Lot E	Section 13	Township 19-S	nship Range Lot Idn Feet from				S Line	Feet From 27	E/W Line		
	<u> </u>	,			B Pool In	 lformation	 1				
MONUMENT	DRINKARD	97060			tional W	all Inform	action				
9 Work	туре	$\overline{}$	¹⁰ Well Type	Audit	11 Cable/Re	Well Information Rotary 12 Lease Type 13 Ground Level Elevatio					
RECOMP			0		16		17	S 3727' GL			
¹⁴ Mu N			15 Proposed Depth 7513'		¹⁶ Format DRINKA		.,,	Contractor	¹⁸ Spud Date		
Depth to Groun	d water	· · · · ·	Dista	nce from nearest	fresh water	well		Distance to nearest surface water			
-			19	Proposed	Casing	and Cemo	ent Progi	ram			
Туре			/eɪght/ft	Setting	g Depth	Sacks o	f Cement	ement Estimated TOC			
						<u> </u>					
			-	NO CH	ANGE_		Perm	i r			
							\D.	ate II.	2 Years !	Paramon	
						<u> </u>		- mest	S Deilling	Underway	
			Casir	ng/Cement	Progra	m: Additi	onal Cor	nments	Pluck		
SEE ATTA	ACHED I	NTEND	ED PROCEDUR	E,C-102, C-1	1,44CLEZ,	WELLBOR	E DIAGRA	AM	PIMA	seck.	
				Proposed I	Blowout	Prevention	n Progra	am	1		
Type Working Pressure				re	Test Pressure Manufacturer			Manufacturer			
											
I hereby certi	•		n given above is true	and complete to	o the best		OIL CC	NSERVA	TION DIV	VISION	
I further certify that the drilling pit will be constructed according to NMOCD guidelines ⊠, a general permit □, or an (attached) alternative OCD-approved polan □.											
					Approved By						
Printed name: DENISE PINKERTON						Title PEARS LEEM ENGINEER					
Title: REGULATORY SPECIALIST					Approved Date Expiration Date			e			
E-mail Address <u>leakejd@chevron.com</u>					MAR 2 0 2012						

Conditions of Approval Attached

Monument 13 State #18
Monument North Field
T19S, R36E, Sec. 13, 1739' FNL & 727' FWL
Job: Plugback to Drinkard and Acidize

Procedure:

This procedure is meant to be followed. It is up to the WSM, Remedial Engineer and Production Engineer to make the decisions necessary to do SAFELY what is best for the well. In the extent that this procedure does not reflect actual operations, please contact RE, PE and Superintendent for MOC.

- 1. Review rig move checklist. Check location, anchors and pad location ahead of time.
- > Caliper elevators and tubular EACH DAY prior to handling tubing/tools. Note in JSA when and what items are callipered within the task step that includes that work.
 - 2. MIRU workover unit.
 - 3. Verify that well does not have pressure or flow. If well has pressure, note tubing and casing pressures on wellview report. Bleed down well; if necessary, kill with cut brine water (8.6 ppg).
 - 4. Unseat pump, POOH with rods and pump. Examine rods for wear/pitting/paraffin. Do not hot water unless necessary. ND wellhead, unset TAC, NU BOP. PU 5-1/2" packer and set ~ @ 25', test BOP pipe rams to 250 psi/500 psi. Note testing pressures on wellview report. Release and LD packer.
 - 5. According to well records: **TAC @ 7246', EOT @ 7410', OH TD @ 7513'**. PU 2 joints additional joints tubing and run down so that TAC @ ~ 7306' and EOT @ ~ 7470'. If fill is tagged higher than expected, notify Remedial Engineer.
 - 6. POOH while scanning 2-7/8 6.5# J-55 production tubing. Send all non yellow-band pipe to 1788 yard.

Note: Strap pipe out of the hole to verify depths and note them on wellview report. Send scan log report to hccf@chevron.com.

- > Use CCL with Wedge Dia-Log, Inc. CBL dated March 30, 1998 for depth correlation.
 - 7. MIRU wireline unit. NU lubricator. Make gauge ring (5-1/2" 17# casing) and junk basket run from surface to 7300'. PU 5-1/2" CIBP and RIH on wireline. Set CIBP at 7280' (40' above top of Abo formation). Dump 35' of cement on top of CIBP.
 - 8. POOH wireline.

9. Shut blind rams. Pressure test casing against CIBP to 500 psi at surface for 30 min. Chart the 30 min test with the presence of the NMOCD Inspector witnessing. If MIT is good, skip to step 11; otherwise, notify Remedial Engineer and continue to step 10.

Note: Please inform NMOCD 24 hours before to send an inspector to witness the test. Chart the test and send it to Denise Pinkerton (<u>JLBM@chevron.com</u>) to file to NMOCD (let inspector sign off on chart. Please do not give test chart to inspector to keep. The inspector signed chart should be sent to Clarence Fite (artificial lift rep for Eunice). Next, Clarence will send the form to Denise Pinkerton who will file it with proper documentation to the OCD.)

- > Caliper elevators and tubular EACH DAY prior to handling tubing/tools. Note in JSA when and what items are callipered within the task step that includes that work.
 - 10. PU 5-1/2" AS-1X packer on 2-7/8" EUE 8RD 6.5# L-80 workstring and set it @ ~ 3500' to identify casing leak depth. Consult Remedial Engineer to plan remedial work.
 - > Use CCL with Wedge Dia-Log, Inc. CBL dated March 30, 1998 for depth correlation.
 - 11. GIH with 3-3/8" RHSC Gunslinger casing gun (0.42" EH & 47" penetration). Perforate the following intervals with 4 JSPF at 120 degree phasing, using 25 gram premium charges:
 - 6700'-6704'
 - 6732'-6742'
 - 6748'-6761'

POOH w/ gunslinger gun.

- 12. RDMO wireline unit.
- > Caliper elevators and tubular EACH DAY prior to handling tubing/tools. Note in JSA when and what items are callipered within the task step that includes that work.
 - 13. PU and RIH with 2-7/8" EUE 8RD 6.5# L-80 workstring and 5-½" treating packer with 60' of tail pipe, hydrotesting to 6000 psi while RIH. PU and set packer at 6520' (EOT@ 6580'). Load and test backside to 300 psi. Maintain 300 psi on backside during acid job, bleed off pressure of necessary.
 - 14. MIRU Petroplex acid services, test lines to 6000 psi.
 - 15. Pump into interval 6700'- 6761'. Pump 6000 gals 20% NEFE antisludge HCL acid at a maximum rate of 6 BPM and max treating pressure of 5000 psi dropping a total of 180 balls (1.3 SG) rubber coated nylon (RCN). Drop slugs of 36 balls with every 1000 gals of acid per table below. Displace with 43 bbls of brine fluid. Record ISIP, 5, 10, and 15-minute SIP's.

Acid Treatment @ 6 BPM							
Step	Acid (Gal)	RCN Balls					
1	1000	36					
2	1000	36					
3	1000	36					
4	1000	36					
5	1000	36					
6	1000	0					
Total	6000	180					

Acid to contain:

2 GPT I-8 Corrosion Inhibitor
 10 GPT FEPlex Iron Control Agent
 20 GPT Petrosol Mutual Solvent
 2 GPT EP-3 Non-emulsifier

- 16. RDMO Petroplex. Shut in for 1 hour for acid to spend. Flow back well. If well has no flow, RU Swabbing equipment and swab back. Recover 100% of treatment and load volumes. Report recovered fluid volumes, pressures, and swabbing fluid levels to Production Engineer (Mohammad Siddiqui) and Remedial Engineer.
- 17. Bleed pressure from well. Kill well if necessary. Release packer, lower down to 6800' to wash out RCN balls off perfs. POOH and LD 2-7/8" workstring with treating packer.
- 18. PU and GIH with 2-7/8" yellow band production string as per ALCR recommendation. ND BOP, set TAC and NU wellhead.

Note: Prior to ND BOP, e-mail or call Remedial Engineer to discuss what we did to mitigate the well control hazard i.e. (kill well with XX fluid, monitor well personally for XX minutes, etc).

- 19. RIH with rodstring per ALCR recommendation.
- 20. RDMO workover unit.
- 21. Turn well over to production. Notify field specialist when complete. Kelly Devilbiss 575-631-9138.

Tubing String

Component Grouping	Part Type	Name of Component	Quantity	Length	Top Depth	Bottom Depth
Tubing String	Tubing - OD 2 875	J-55 2.875 OD/ 6 50# T&C External Upset 2.441 ID 2.347 Drift - N/A	234	7245 75	0	7245.75
Tubing String	Tubing Anchor/Catcher	Tubing Anchor/Catcher 2 875" - Nickel Plated	1	27	7245 75	7248.45
Tubing String	Tubing - OD 2.875	J-55 2 875 OD/ 6.50# T&C External Upset 2 441 ID 2.347 Drift	3	93 53	7248 45	7341.98
Tubing String	Tubing - OD 2.875	J-55 2 875 OD/ 6.50# T&C External Upset 2.441 ID 2.347 Drift - Internal Plastic Ctg-TK-99	1	32.15	7341.98	7374 13
Tubing String	Seat Nipple / Shoe	Seat Nipple - Heavy Duty (2 875") Cup Type	1	11	7374.13	7375 23
Tubing String	Perforated Tubing Sub	Perforated Tubing Sub 2.875" J-55 8RD EUE 6 5#	1	4	7375 23	7379 23
Tubing String	Mud Anchor	Bull Plug Mud Anchor 2 875" J-55 8RD EUE 6.5#	1	30 28	7379 23	7409 51

Rod String

Component	Part Type	Name of Component	Quantity	Length	Top Depth	Bottom Depth
Grouping Rod String	Polished Rod	1.500 (1 1/2 in.) Spray Metal x 26 - Spray Metal	1	26	0	·26
Rod String	Rod Sub	1.000 (1 in) N-97 (HS) x 2 Rod Sub	1	2	26	28
Rod String	Rod Sub	0.875 (7/8 in) N-97 (HS) x 6 Rod Sub	1	6	28	34
Rod String	Rod	0.875 (7/8 in) N-97 (HS) x 25 Rod	137	3425	34	3459
Rod String	Rod .	0.750 (3/4 in) N-97 (HS) x 25 Rod	146	3650	3459	7109
Rod String	Sinker Bar	1.625 (1 5/8 ın) C x 25 Sinker Bar	. 10	250	7109	7359
Rod String	Rod Sub	0.875 (7/8 in) N-90 (D) x 4 Rod Sub - Rod Guides-Molded (3 per rod)	1	4	7359	7363
Rod String .	Rod Pump (Insert) (NON- SERIALIZED)	Rod Pump (Insert) (NON- SERIALIZED) - 25-125-RHBC-24-6 (Bore = 1 25)	1	24	7363	7387
Rod String	. Gas Anchor (Rod)	Gas Anchor 1 250 OD x 12'	1	12	7387	7399
Surface Casing	Wellbore Hole	Wellbore Hole OD-14.7500 - N/A	1	400	0	400
Surface Casing	Casing/Casing Liner OD 11 750	H-40 11 750 OD/ 42 00# Round Short 11 084 ID 10.928 Drift - N/A	1	400	0	400
Surface Casing	Cement (behind Casing)	Cement	1	400	0	400
Intermediate Casing	Wellbore Hole	Wellbore Hole OD-11 0000	1	2344 .	400	2744
Intermediate Casing	Casing/Casing Liner OD 8.625	K-55 8 625 OD/ 24 00# Round Short 8 097 ID 7 972 Drift - N/A	1	2744	٠ 0	2744
Intermediate Casing	. Cement (behind Casing)	Cement	1	2744	· 0	2744
Production Casing	Wellbore Hole	Wellbore Hole OD- 7 8750	1	4576	2744	7320
Production Casing	Casing/Casing Liner OD 5 500	K-55 5 500 OD/ 15.50# Round Short 4.950 ID 4.825 Drift - N/A	1	7320	0	7320
Production Casing	Cement (behind Casing)	Cement	. 1	2370	4950	7320
Production Casing	Wellbore Hole	Open Hole Wellbore Hole OD- 7 8750	٠ 1	193	7320	7513
Production Casing	Wellbore Completion Detail (Perforations, etc.)	Open Hole	, 1	193	· 7320	7513

WELL NAME: MONUMENT "13" STATE No. 18

FORMATION: MOUNMENT; ABO, NORTH

LOCATION: 1739 FNL & 727 FWL TOWNSHIP: 19S RANGE: 36E

SEC: 13 COUNTY: LEA STATE: NEW MEXICO

API: 30-025-34222 CHEVNO: BP7338

GE: 3727'	KDB to GE:	13' DF to GE:	12'	Spud Date:		2/26/1998	
				Completion Date:	4/2/1998		
	CURRENT			Initial Formation:	_	NT; ABO, NORTH	
				Interval Completed:	From:	7320' To: 7513' OPEN HOLE	
		Hote		Initial Production:	BOPD:	159 151	
		OD Wt. Gr.	11-3/4" 42# H-40, STC	,	BWPD:	<u> </u>	
<u> </u>		——	400'	Completion Data:			
		∷∷ w/	300 sx cmt			NU BOP Drill out cmt ,	
::::		тос	SURFACE			350 gals 15% acid	
						op 7320' Set Lok-Set 1 81 "F" Nipple @ 7277'.	
					6000 glas		
				No perfor	ations indic	ated on Tour Rpt	
		Hole	11"	Turn over	to producti	on 4-2-98	
		:∷: OD	8-5/8"	-			
		Wt.	24# K EE STC				
ننک		Gr.	K-55, STC 2744'				
		@ w/	900 sx cmt				
		тос	SURFACE				
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ĺ	5 })		-			
Open Hole	}	Hole	7-7/8"				
7320-7513"	}	OD	5-1/2"				
	\$	Wt.	15.5 & 17#				
	} }	Gr.	7320'				
	كسسمة	@ ' w/	450 sx cmt				
		TOC			****		
	TD = 7513'	-					
Additional Rem	arks or Informa			on next tab/page Ple			
		Updated	by wonamma	d Siddiqui (Sep 29, 2	.011)		