

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
RECEIVED
OIL CONSERVATION DIVISION
JUL 09 2012
HOBBS
Santa Fe, NM 87505

Form C-103
Revised August 1, 2011

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 30-025-38576
1. Type of Well. Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator DCP Midstream LP		6. State Oil & Gas Lease No. V07530-0001
3. Address of Operator 370 17 th Street, Suite 2500, Denver CO 80202		7. Lease Name or Unit Agreement Name Linam AGI
4. Well Location Unit Letter K; 1980 feet from the South line and 1980 feet from the West line Section 30 Township 18S Range 37E NMPM County Lea		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3736 GR		9. OGRID Number 36785
		10. Pool name or Wildcat Wildcat

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER Monthly Report pursuant to Workover C-103 <input checked="" type="checkbox"/>	
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.			

Monthly Report for the Month ending June 28, 2012 (5/31/12-6/28/12) Pursuant to Workover C-103 for Linam AGI #1

This is the second monthly submittal of data as agreed to between DCP and OCD relative to injection pressure, TAG temperature and casing annulus pressure. As shown on the attached graphs, there has continued to be significant fluctuation in the data due to the difficulties the plant has had in maintaining a steady state operation since the turnaround. On 6/26/12 following an extended period of good rate and temperature control, DCP bled an additional 10 gallons from the annulus to reduce the pressure on backside. In addition, DCP has modified operational procedures to maintain the pressure and temperature conditions in the well to minimize the opportunity for corrosion in the tubing. After the injection conditions stabilize and the annulus is bled to about 150 psig on a routine operations basis, then the pressure differential between the tubing and annulus should increase and remain relatively stable at about 1250 psig (with about 150 psig on the backside and 1400-1450 psig TAG injection pressure). After this stabilization has occurred we will calculate and report averages for TAG injection pressure, temperature and casing annulus pressure.

The data clearly show the effect of the changing temperature and pressure in the annulus and continues to clearly demonstrate that the workover successfully eliminated all connection between the tubing and the annular space. See attached graphs and excel spreadsheet for raw data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE _____ TITLE Consultant to DCP Midstream/ Geolex, Inc DATE 07/03/2012

Type or print name Alberto A. Gutierrez, RG

E-mail address aag@geolex.com

PHONE 505-842-8000

For State Use Only

APPROVED BY _____
Conditions of Approval (if any)

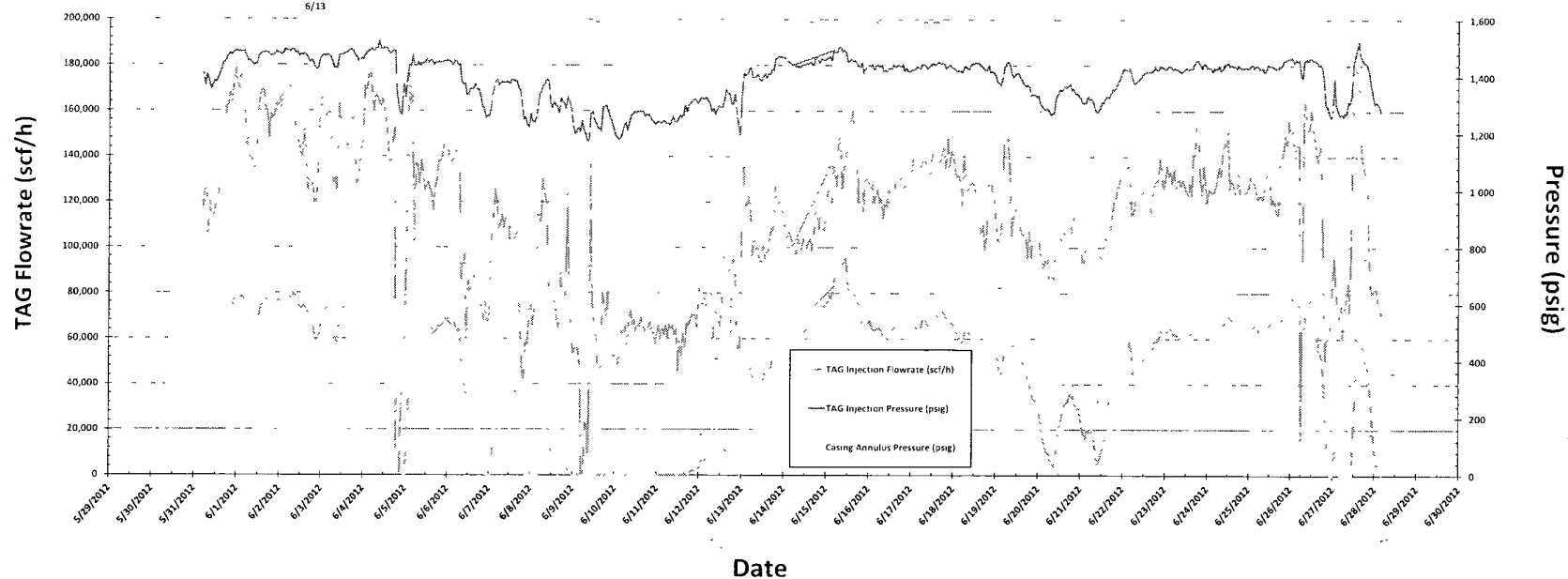
TITLE STAFF NGR

DATE 7-9-2012

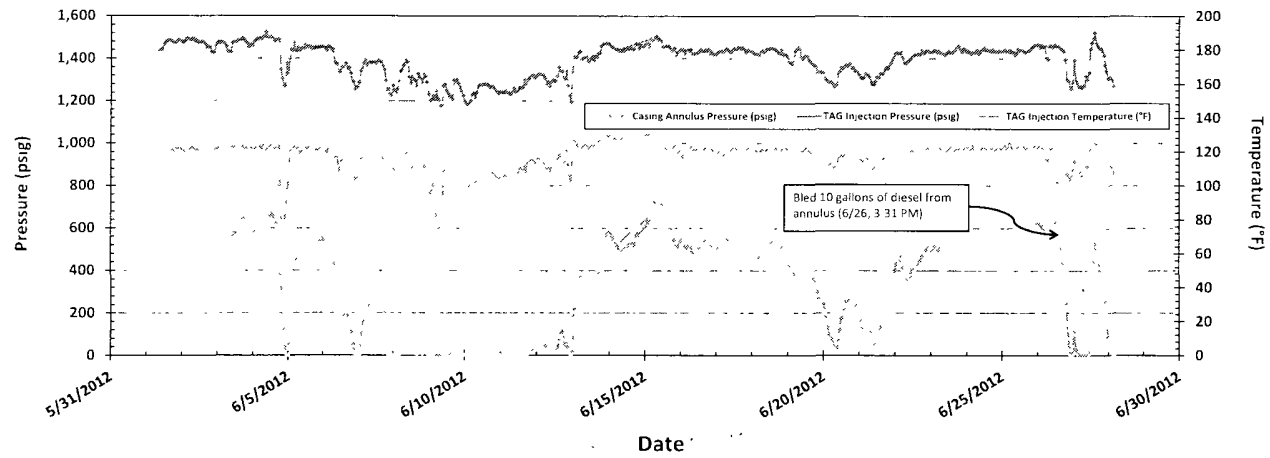
JUL 09 2012

Linam AGI #1 Injection and Casing Annulus Pressure and TAG Injection Flowrate 5/31/2012 to 6/28/2012

Fluctuations in annular pressure observed during the month of June 2012 primarily represent the correlative behavior of the annular pressure with the flowrate and injection pressure. This is especially noticed when the injection rate drops below 80,000 scf/h and the injection pressure drops to below 1275 psig. At these times the annular pressure drops to zero or near zero as can be seen in the period between 6/9 and 6/13 when reduced plant capacity and inlet flows caused significant reduction in injection pressure. The net effect of this is to reduce the ballooning effect of the tubing and is also reflected in concurrent temperature drops due to some persistent control issues with the 4th stage of the compressor in the same period which result in decreased annular pressure. This period of fluctuating and dropping annular pressure corresponds with the temperature drop also experienced between 6/5 and 6/13.



Linam AGI #1 TAG Injection Pressure, Casing Annulus Pressure and TAG Injection Temperature 5/31/2012 to 6/28/2012



Linam AGI #1 TAG Injection Pressure and Casing Annular Pressure Differential (psig) 5/31/2012 to 6/28/2012

