| District 1<br>1625 N. French Dr., Hobbs, NM 88240<br>Phone: (575) 393-6161 Fax: (575) 393-0720          |                                       |   | State of New Mexico                           |                         |                  |                            |                             |                         |                     |   |                    |               | Revised  | Form C-101<br>Revised August 1, 2011 |                |          |
|---|---------------------------------------|---|---|-------------------------|------------------|----------------------------|-----------------------------|-------------------------|---------------------|---|--------------------|---------------|----------|--------------------------------------|----------------|----------|
| Phone: (575) 393-<br><u>District II</u><br>811 S. First St., A  | Energy Minerals and Natural Resources |   |   |                         |                  |                            |                             |                         |                     | ,                                       | Permit             |               |          |                                      |                |          |
| Phone: (575) 748-<br>District III   |                                       | Oil Conservation Division               |   |                         |                  |                            |                             |                         | HOB3S OCD           |   |                    | ļ             |          |                                      |                |          |
| 1000 Rio Brazos I<br>Phone: (505) 334-  |                                       | 1220 South St. Francis Dr. MAY 1 0 2013 |   |                         |                  |                            |                             |                         |                     |   |                    |               |          |                                      |                |          |
| District IV<br>1220 S. St. Francis Dr., Santa Fe, NM 87505<br>Phone: (505) 476-3460 Fax: (505) 476-3462 |                                       |   | Santa Fe, NM 87505                            |                         |                  |                            |                             |                         |                     | 1 I V 2013                              |                    |               |          |                                      |                |          |
| Phone: (505) 476-   | 3460 Pax: (505                        | o) 476-3462                             |   |                         |                  |                            |                             |                         |                     |   |                    | ł             | RECE     | IVED                                 |                |          |
| AP  | PLICA                                 | TION F                                  | OR  | PERMI'<br>erator Name a | T TO             | DRI                        | LL, RE                      | -EN                     | TER,                | DEEP                                    | EN                 | N, PLUGE      | BAC      | K, OR                                | ADD A          | ZONE     |
| CHEVRON U.S.A. IN   | C.                                    |   | Ор  | erator name a           | na Aaa           | ress                       |                             |                         |                     |   |                    |               | 00       | 4323                                 | er             |          |
| MIDLAND, TEXAS  | 15 SMITH ROAD<br>MIDLAND, TEXAS 79705 |   |   |                         |                  |                            |                             |                         |                     | <sup>3</sup> API Number<br>30-025-03106 |                    |               |          |                                      |                |          |
| <sup>4</sup> Prope  | rty Code                              |   |   | -                       | _                |                            | Property N                  |                         |                     |   |                    | ° Well No.    |          |                                      |                |          |
|   |                                       |   |   | STATE "AN"              |                  |                            |                             |                         |                     |   |                    |               |          | 6                                    |                |          |
|   | Castion                               | Tourshin                                | 1   | Range                   |                  |                            | Surfac                      |                         |                     |   |                    | Fast Fram     | <u> </u> | /W Line                              |                |          |
| OL - Lot<br>O   | UL - Lot Section Township<br>O 7 18-S |   |   | Kange<br>E              | Lot Idn Feet fro |                            | om                          | SOUT                    | N/S Line<br>JTH 231 |   | Feet From<br>310   |               | EAST     |                                      | County<br>LEA  |          |
|   |                                       |   |   |                         |                  |                            | Pool Ir                     |                         |                     | n                                       |                    |               |          |                                      | 1              |          |
| VACUUM; BO  | NE SPRING                             | 46195                                   | $\mathcal{N}$                                 | C-02                    | 5 G              | 06                         | 518                         | 33                      | 518                 |   | <u>3</u>           | ne Sp         | prij     | y                                    | 9'             | 1930     |
| 9 Work  | Туре                                  |   | 10  | Well Type               |                  | Additi                     | ional W                     |                         | nforn               |   | <sup>12</sup> Le   | ease Type     |          |                                      | ound Level Ele | evation  |
| RECOM   | IPLETE                                | 3                                       |   | OIL                     |                  |                            | 16 -                        |                         | STATE               |   |                    | 3972'         |          |                                      |                |          |
| <sup>14</sup> Mu<br>N   | •                                     |   | <sup>15</sup> Proposed Depth<br>9025' BONE SP |                         |                  |                            |                             | <sup>18</sup> Spud Date |                     |   |                    |               |          |                                      |                |          |
| Depth to Groun  | d water                               | ~                                       |   |                         | _                |                            | fresh water                 |                         |                     |   |                    |               | to nea   | rest surface                         | water          |          |
|   |                                       |   |   | 19                      | Prop             | osed                       | Casing                      | and                     | Cem                 | ent Pro                                 | gra                | am            |          |                                      | λ.             |          |
| Туре  | Type Hole Size Cas                    |   | Casing Size Casing Weight/ft                  |                         |                  | Setting Depth Sacks o      |                             |                         | Sacks of            | of Cement Estimated T                   |                    | d TOC         |          |                                      |                |          |
|   |                                       |   |   |                         | NC               |                            | ANGE                        |                         |                     |   |                    |               |          |                                      |                |          |
| -   |                                       |   |   |                         |                  |                            |                             |                         |                     |   |                    |               |          |                                      |                |          |
|   |                                       |   |   |                         |                  |                            |                             | -                       |                     |   |                    | . <u> </u>    |          |                                      |                |          |
|   |                                       |   |   | Casin                   | o/Ce             | ment                       | Progra                      | ⊥<br>m•∆                | dditi               | onal C                                  |                    | ments         |          |                                      |                |          |
|   |                                       |   |   | Casin                   | ig/CC            |                            |                             |                         | uum                 |   |                    | Expires 2     | Vea      | rs Froi                              | m Appr         | oagi     |
|   |                                       |   |   | F                       | Propo            | sed B                      | lowout                      | Prev                    | entic               | on Prog                                 | nit<br>Kal         | m Tinless     | Brill    | ing Un                               | derway         |          |
|   | Туре                                  |   | Working Pressure                              |                         |                  |                            | t Prevention Program Unless |                         |                     |   | gback Manufacturer |               |          |                                      |                |          |
|   |                                       |   |   |                         |                  | +                          |                             |                         |                     | 41                                      | <b>-</b>           |               |          |                                      |                |          |
|   | _                                     |   |   |                         |                  |                            |                             |                         |                     |   |                    |               |          | <u> </u>                             |                |          |
| I hereby certin<br>of my knowle   | -                                     | -                                       | given   | above is true           | and con          | nplete to                  | the best                    |                         |                     |   |                    | NSERVA        |          |                                      | SION           |          |
| I further cer<br>NMOCD gui  | tify that th                          | e drilling pi                           |   |                         |                  |                            |                             |                         |                     |   |                    |               |          |                                      |                |          |
| OCD-approv  |                                       |   | )   |                         |                  | u) alteri                  | liative                     | Appro                   | ved By:             |   | _                  |               | /        | /                                    |                |          |
| Printed name: DENISE PINKERTON  |                                       |   |   |                         |                  | Title: Petrofeum Engifieer |                             |                         |                     |   |                    |               |          |                                      |                |          |
| Title: REGULATORY SPECIALIST  |                                       |   |   |                         |                  |                            |                             | P<br>ved Dat            |                     | <u>m</u> ]<br>•/                        | ·                  | ة<br>Expirati | on Date: | /                                    |                |          |
| E-mail Address: leakejd@chevron.com   |                                       |   |   |                         |                  |                            |                             |                         |                     | 05                                      | ]]                 | 13            |          |                                      | 05/1           | 4/15     |
| Date: 05/07/2013 Phone: 432-687-7375  |                                       |   |   |                         |                  |                            |                             | Condit                  | ions of .           | Approval A                              | ttac               | hed           |          |                                      |                | <u> </u> |
|   |                                       |   |   |                         |                  |                            |                             |                         |                     |   |                    |               |          |                                      |                |          |

MAY 2,0 2013

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<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 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 Bio Brazas Bood, Arton N

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 Energy, Minerals & Natural Resources Department

Form C-102

District Office

Revised August 1, 2011

OIL CONSERVATION DIVISION HOB3S OCD<sup>Submit one copy to appropriate</sup>

1220 South St. Francis Dr.

Santa Fe, NM 87505

MAY **1 0** 2013 [

AMENDED REPORT

# WELL LOCATION AND ACREAGE DEDICATION PLAT

| <sup>1</sup> API Number                         |   |  |  |  | 518  | ie  |  |  |  |  |
|---|---|--|--|--|--|---|--|--|--|--|
| 30-025-03106                                    |   |  | 9193   | Our  | 025606   |   |  |  |  |  |
| Code  |   | 6 V  | <sup>6</sup> Well Number   |  |  |   |  |  |  |  |
|   |   |  |  | 6  |  |   |  |  |  |  |
| No.   |   | 9  | <sup>9</sup> Elevation   |  |  |   |  |  |  |  |
|   |   |  | 3972'  |  |  |   |  |  |  |  |
| <sup>10</sup> Surface Location                  |   |  |  |  |  |   |  |  |  |  |
| Section   | Township  | Range Lot Idn  |  | Feet from the  | North/South line   | Feet from the   | East/West line   | County   |  |  |
| 7   | 18-S  | 35-E   |  | 990  | SOUTH  | 2310  | EAST   | LEA  |  |  |
| "Bottom Hole Location If Different From Surface |   |  |  |  |  |   |  |  |  |  |
| Section   | Township  | Range  | Lot Idn  | Feet from the  | North/South line   | Feet from the   | East/West line   | County   |  |  |
|   |   |  |  |  |  |   |  |  |  |  |
| s <sup>13</sup> Joint o                         | r Infill <sup>14</sup> C                              | Consolidation  | Code <sup>15</sup> Order No.   |  |  |   |  |  |  |  |
| 40 PLC-103-F                                    |   |  |  |  |  |   |  |  |  |  |
|   | 0-025-03106<br>Code<br>No.<br>Section<br>7<br>Section | 0-025-03106<br>Code<br>No.<br>Section Township<br>7 18-S<br>Section Township | Section   Township   Range     7   18-S   35-E     II Bo     Section     Township   Range     7   18-S   35-E     II Bo     Section     Township   Range | 10-025-03106<br>Code<br>No.<br>Section Township Range Lot Idn<br>7 18-S 35-E<br>"Bottom Ho<br>Section Township Range Lot Idn | 10-025-03106<br>Code<br>Code<br>STATE ".<br>No.<br>No.<br>Section Township<br>7 18-S 35-E<br>Bottom Hole Location If<br>Section Township<br>Range Lot Idn Feet from the<br>990<br>"Bottom Hole Location If<br>Section Township<br>Range Lot Idn Feet from the<br>990<br>Section Township<br>Section Townsh | 10-025-03106 46195 97930 UC DX GOb   Code 5 Property Name<br>STATE "AN"   No. 8 Operator Name<br>CHEVRON U.S.A. INC.   10-025-03106 8 Operator Name<br>CHEVRON U.S.A. INC.   10-025-03106 10 Surface Location   10-025-03106 10 Feet from the<br>18-S North/South line<br>SOUTH   11-02 11-02 11-02   12-02 12-02 12-02   12-02 12-02 12-02   12-02 12-02 12-02   12-02 12-02 12-02   12-02 12-02 12-02   13-02 12-02 12-02   13-02 12-02 12-02   13-02 12-02 12-02   13-02 14-02 12-02   13-02 14-02 12-02   13-02 14-02 12-02   13-02 14-02 12-02   13-02 14-02 12-02   13-02 14-02 12-02   13-02 14-02 12-02   14-02 12-02 12-02   14-02 12-02 | 10-025-03106 46195 97930 UC DX GOb VACUUM; BONE   Code 5 Property Name STATE "AN" STATE "AN"   No. * Operator Name CHEVRON U.S.A. INC. *   '' Surface Location   7 18-S 35-E 990 SOUTH 2310   '' Bottom Hole Location If Different From Surface   Section   7 18-S 25-E 990 SOUTH 2310   '' Bottom Hole Location If Different From Surface   Section Township Range Lot Idn Feet from the North/South line Feet from the   South Hole Location If Different From Surface   Section Township Range Lot Idn Feet from the North/South line Feet from the   Section Township Range Lot Idn Feet from the North/South line Feet from the   Section Township Range Lot Idn Feet from the North/South line Feet from the   South Consolidation Code 15 Order No. | 10-025-03106 16195 97930 WCDX GOb VACUUM; BONE SPRING   Code 5 Property Name<br>STATE "AN" 6 V   No. * Operator Name<br>CHEVRON U.S.A. INC. 6 V   V Surface Location 10 Surface Location   7 18-S 35-E 990 SOUTH 2310 EAST   I Bottom Hole Location If Different From Surface   Section Township Range Lot Idn Feet from the North/South line Feet from the EAST   35-E 990 SOUTH 2310 EAST   I Bottom Hole Location If Different From Surface   Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line   Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line   Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line   Section Township I's Order No. |  |  |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

| 16 |   |                                       |         | <sup>17</sup> <b>OPERATOR CERTIFICATION</b><br>I hereby certify that the information contained herein is true and complete<br>to the best of my knowledge and belief, and that this organization either |
|----|---|---------------------------------------|---------|---|
|    |   |                                       |         | owns a working interest or unleased mineral interest in the land including  |
|    |   |                                       |         | the proposed bottom hole location or has a right to drill this well at this   |
|    |   |                                       |         | location pursuant to a contract with an owner of such a mineral or working  |
|    |   |                                       |         | interest, or to a voluntary pooling agreement or a compulsory pooling   |
|    |   |                                       |         | order heretofore entered by the division.   |
|    |   |                                       |         | 05-07-2013  |
|    |   |                                       |         | Signature   Date  |
|    |   |                                       |         | DENISE PINKERTON REGULATORY SPECIALIST<br>Printed Name  |
|    |   |                                       |         | leakejd@chevron.com<br>E-mail Address   |
|    |   |                                       |         |   |
| 4  |   |                                       |         | <sup>18</sup> SURVEYOR CERTIFICATION<br>I hereby certify that the well location shown on this<br>plat was plotted from field notes of actual surveys  |
|    |   |                                       |         | made by me or under my supervision, and that the  |
|    |   |                                       |         | same is true and correct to the best of my belief.  |
|    |   |                                       |         |   |
|    |   | · · · · · · · · · · · · · · · · · · · |         | Date of Survey  |
|    |   | <b>1</b>                              |         | Signature and Seal of Professional Surveyor:  |
|    | 1 | FG                                    | 2310' r |   |
|    |   | <b>P</b>                              |         |   |
|    |   | 2                                     |         |   |
|    |   | H.                                    |         | Certificate Number  |
|    |   |                                       |         |   |

**Description of work:** Squeeze Perfs, DO CIBP, CO to 8,800'. 3 Stage Frac, RTP.

#### Pre-Work:

- 1. Check Wellhead connections for pressure ratings and condition. Change out if necessary.
- 2. Utilize the rig move check list.
- 3. Check anchors and verify that pull test has been completed in the last 24 months.
- 4. Ensure location of & distance to power lines is in accordance with MCA SWP. Complete and electrical variance and electrical variance RUMS if necessary.
- 5. Ensure that location is of adequate build and construction.
- 6. Ensure that elevators and other lifting equipment are inspected. Caliper all lifting equipment at the beginning of each day or when sizes change.
- 7. When NU anything over and open wellhead (EPA, etc.) ensure the hole is covered to avoid dropping anything downhole
- 8. For wells to be worked on or drilled in an H2S field/area, include the anticipated maximum amount of H2S that an individual could be exposed to along with the ROE calculations for 100 ppm and 500 ppm (attached).
- 9. If the possibility of trapped pressure exists, check for possible obstruction by:
  - Pumping through the fish/tubular this is not guaranteed with an old fish as the possibility of a hole above the obstruction could yield inconclusive results
  - Dummy run make a dummy run through the fish/tubular with sandline, slickline, eline or rods to verify no obstruction. Prior to making any dummy run contact RE and discuss.

If unable to verify that there is no obstruction above the connection to be broken, or if there is an obstruction:

• Hot Tap at the connection to check for pressure and bleed off

Observe and watch for signs / indicators of pressure as connection is being broken. Use mud bucket (with seals removed) and clear all non-essential personnel from the floor.

#### **Procedure:**

- 1. Rig up pulling unit. Check wellhead pressure, and kill well as necessary.
- ND wellhead. NU 5,000 psi BOP with 2-7/8" pipe rams over blinds with hydrill on top. RIH with 1 joint of 2-7/8"tubing and 5-1/2" packer. Set packer. Test BOP to 250 psi low / 500 psi high.
- 3. TIH with (6) 3-1/8" DC's on 2-7/8" L-80 work string w/ 4-3/4" MTB to 4,355' and DO cement and CIBP (CIBP @ 4,370'). Clean out to +/- 4,700'.
- 4. TOH with MTB.
- 5. RIH 5-1/2" packer on 2-7/8" work string. Set packer at 4,390'.

1

6. Establish injection into perfs located @ 4,425 – 4,670'. Attempt to determine injection rate, injection pressure, total injection volume, and pressure bleed off response from perfs. Notify RE of results and a squeeze will be designed based on this information.

- 7. TIH with 4-3/4" MTB and (6) 3-1/8" DC's on 2-7/8" L-80 work string.
- 8. Rig up reverse unit. Drill out cement retainer & squeeze cement. Close BOP and test squeeze to 1,000 psi.
- 9. Continue to RIH to 5,030' and DO cement and CIBP (CIBP @ 5,050').
- 10. Continue to RIH to 8,715' and DO cement and CIBP (CIBP @ 8,750' capped w/ 35' of cement).
- 11. Clean out to 8,800' and reverse circulate clean. Circulate 4% KCL water.

#### Use 4% KCL anytime fluids are going to be on the Bonespring formation

- 12. Rig up wireline truck & lubricator. Run gauge ring to 8,800'. RIH with CIBP to 8,795' and set. Dump bail 35' of cement on top.
- 13. Tie into Schlumberger's GR–Sonic log dated 9/17/1962 for correlation and run a GR-CNL-RAL from PBTD to 4800'. Scott Ingram (ES, cell: 432-238-3479) will be on location for log to modify perf selection as necessary. Send logs to Ryan Warmke and RE for review.
- 14. Rig up full lubricator, test lubricator to 1,000 psi on catwalk. RIH with Baker's 4" EHC Predator XP (or equivalent charge from another vender). Perforate the 5-1/2" casing with 3 JSPF (90 degree phasing) as follows:
  - 8,593 98' (15 holes)
  - 8,662 67' (15 holes)
  - 8,721 26' (15 holes)
- 15. POOH with perforating gun.
- 16. Rig down wireline truck. Prepare to Frac.
- 17. Close blind rams and change pipe rams from 2-7/8" to 3-1/2". Test rams to 250 psi low / 1,000 psi high.
- 18. TIH with 5-1/2" treating packer on 3-1/2" L-80 workstring and set at 8,500'. Test tubing to 8,000 psi below slips while RIH.
- 19. Install 10K frac valve on top of BOP and tie 3-1/2" to frac valve with nubbin.
- 20. Test frac valve to 8,000 psi.
- 21. Rig down pulling unit. (Rig to return to prep for 2<sup>nd</sup> stage after the well has been bled down from the flow back)
- 22. Move in 8 frac tanks and set on location. Fill with 4% KCL.
- 23. Frac the 2ND Bone Spring interval (8,593'-8,726') per the attached Baker Frac Design. Treat via 3-1/2" tubing at 35 bpm with an anticipated wellhead treating pressure of 7,228 psi.
  - a. Load and pressure backside to 500 psi. Set pop-off at 600 psi.

- 24. Rig down frac equipment. Shut in well over night to allow the gel to break and to allow the resin coated sand to set in place.
- 25. Open up well the next morning and flow back load unit well dies.
- 26. Rig up pulling unit.
- 27. Kill well if necessary. ND frac valve. Test BOP against frac packer. Test pipe rams to 250 psi low/ 1,000 psi high.
- 28. Release packer and TOH and stand back 3-1/2" workstring.
- 29. Rig up wireline truck & lubricator. Tie into Schlumberger's GR–Sonic log dated 9/17/1962 for correlation and set a composite BP @ 8,400'.
- 30. Dump 10' of cement on top of CBP.
- 31. Rig up full lubricator, test lubricator to 1,000 psi on catwalk. RIH Baker's with 4" EHC Predator XP (or equivalent charge from another vender). Perforate the 5-1/2" casing with 3 JSPF (90 degree phasing) as follows:
  - 8,206 10' (12 holes)
  - 8,266 –70' (12 holes)
  - 8,296 8,300' (12 holes)
  - 8,329 33' (12 holes)
- 32. POOH with perforating gun.
- 33. Rig down wireline truck. Prepare to Frac.
- 34. Test rams to 250 psi low / 1,000 psi high.
- 35. TIH with 5-1/2" treating packer on 3-1/2" L-80 workstring and set at 8,150'. Test tubing to 8,000 psi below slips while RIH.
- 36. Install 10K frac valve on top of BOP and tie 3-1/2" to frac valve with nubbin.
- 37. Test frac valve to 8,000 psi.
- 38. Rig down pulling unit. (Rig to return to prep for 3<sup>rd</sup> stage after the well has been bled down from the flow back)

### The following frac design may be modified based upon the results of the 1<sup>st</sup> frac

- 39. Frac the 2ND Bone Spring interval (8,206'-8,333') per the attached Baker Frac Design. Treat via 3-1/2" tubing at 35 bpm with an anticipated wellhead treating pressure of 7,228 psi (Same design as 1<sup>st</sup> stage unless modified design was sent out).
  - a. Load and pressure backside to 500 psi. Set pop-off at 600 psi.
- 40. Rig down frac equipment. Shut in well over night to allow the gel to break and to allow the resin coated sand to set in place.
- 41. Open up well the next morning and flow back load unit well dies.
- 42. Rig up pulling unit.

- 43. Kill well if necessary. ND frac valve. Test BOP against frac packer. Test pipe rams to 250 psi low/ 1,000 psi high.
- 44. Release packer and TOH and stand back 3-1/2" workstring.
- 45. Rig up wireline truck & lubricator. Tie into Schlumberger's GR–Sonic log dated 9/17/1962 for correlation and set a composite BP @ 8,150'.
- 46. Dump 10' of cement on top of CBP.
- 47. Rig up full lubricator, test lubricator to 1,000 psi on catwalk. RIH Baker's with 4" EHC Predator XP (or equivalent charge from another vender). Perforate the 5-1/2" casing with 3 JSPF (90 degree phasing) as follows:
  - 7,976 80' (12 holes)
  - 8,004 –08' (12 holes)
  - 8,066 8,070' (12 holes)
  - 8,098 102' (12 holes)
- 48. POOH with perforating gun.
- 49. Rig down wireline truck. Prepare to Frac.
- 50. Test rams to 250 psi low / 1,000 psi high.
- 51. TIH with 5-1/2" treating packer on 3-1/2" L-80 workstring and set at 7,900'. Test tubing to 8,000 psi below slips while RIH.
- 52. Install 10K frac valve on top of BOP and tie 3-1/2" to frac valve with nubbin.
- 53. Test frac valve to 8,000 psi.
- 54. Rig down pulling unit. (Rig to return to run production equipment after the well has been bled down from the flow back)

#### <u>The following frac design may be modified based upon the results of</u> <u>the 1<sup>st</sup> frac</u>

- 55. Frac the 2ND Bone Spring interval (7,976'-8,102') per the attached Baker Frac Design. Treat via 3-1/2" tubing at 35 bpm with an anticipated wellhead treating pressure of 7,228 psi (Same design as 1<sup>st</sup> stage unless modified design was sent out).
  - a. Load and pressure backside to 500 psi. Set pop-off at 600 psi.
- 56. Rig down frac equipment. Shut in well over night to allow the gel to break and to allow the resin coated sand to set in place.
- 57. Open up well the next morning and flow back load unit well dies.
- 58. Rig up pulling unit.
- 59. Kill well if necessary. ND frac valve. Test BOP against frac packer. Test pipe rams to 250 psi low/ 1,000 psi high.
- 60. Release packer and TOH laying down 3-1/2" workstring.

- 61. Close blind rams and change pipe rams from 3-1/2" to 2-7/8". Test rams to 250 psi low / 1,000 psi high. Test annular to 250 psi low / 1,000 psi high. Bleed off pressure. POOH and lay down test packer.
- 62. RIH with 2-7/8" workstring and 4-3/4" MTB.
- 63. Drill out cement and CBP @ 8,150' & 8,400' using 4% KCL.
- 64. Continue to CO to PBTD of 8,735' using 4% KCL. If circulation is not obtained, RU Foam Air Unit (See attached procedure).
- 65. POOH and laydown 2-7/8" workstring and 4-3/4" bit.
- 66. RIH with 2-7/8" production tubing and set SN @ 8,700' and tubing anchor at 7,840'.
- 67. ND BOP. NU wellhead.
- 68. RIH with pump and rods.

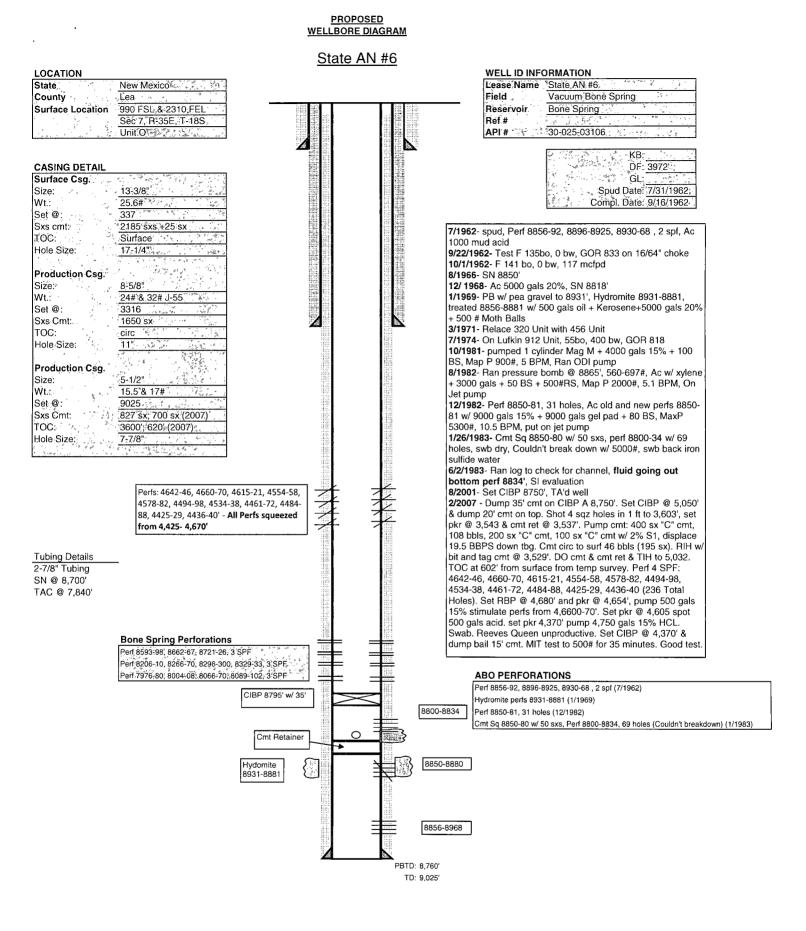
1" N-97 Rods – 104 Rods (2,600') 1" N-97 Rods – 1 Rod Sub (15') (2,615' total feet of 1" N-97 Rods) 7/8" N-97 Rods – 232 Rods (5,800') 7/8" N-97 Rods – 1 Rod Sub (10') (5,810' total feet of 7/8" N-97 Rods) 1-1/2" K-Bars – 11 sinker bars (275') 1-3/4" Insert Pump

- 69. Rig down pulling unit.
- 70. Place well on production and test.

#### RRW 12/14/2012

<u>Contacts:</u> Remedial Engineer – Larry Birkelbach Production Engineer – Ryan Warmke ALCR – Danny Acosta D&C Ops Manager – Boyd Schaneman D&C Supt. – Heath Lynch OS – Nick Moschetti Baker Hughes Rep – Doug Lunsford Baker Hughes Rep (Frac) – Kellyn Gavin

(432-687-7650 / Cell: 432-208-4772) (432-687-7452 / Cell: 281-460-9143) (Cell: 575-631-9033) (432-687-7402 / Cell: 432-238-3667) (432-687-7857 / Cell: 281-685-6188) (Cell: 432-631-0646) (432-570-1050 / Cell: 432-559-0396) (432-687-7467 / Cell:432-202-1336)



UPDATED BY: Ryan Warmke DATE: 5/6/2013

| Submit I Copy                           | To Appropriate District                          | Form C-103                               |                              |  |  |  |  |  |
|---|--|--|------------------------------|--|--|--|--|--|
| District 1 - (575                       |  | Revised August 1, 2011<br>WELL API NO.   |                              |  |  |  |  |  |
| District II - (57)                      |  | 30-025-03106                             |                              |  |  |  |  |  |
| 811 S. First St.,<br>District III - (50 | Artesia,'NM 88210<br>05) 334-6178                | 5. Indicate Type of Lease<br>STATE 🔀 FEE |                              |  |  |  |  |  |
| 1000 Rio Brazo<br>District IV - (50     | s Rd., Aztec, NM 87410                           | 6. State Oil & Gas Lease No.             |                              |  |  |  |  |  |
|   | icis Dr., Santa Fe, NM                           | 4  |                              | E-7653   |  |  |  |  |
| 87303                                   | SUNDRY NOTI                                      | CES AND REPORTS ON V                     | VELLS                        | 7. Lease Name or Unit Agreement Name   |  |  |  |  |
|   | THIS FORM FOR PROPO<br>ESERVOIR. USE "APPLIC     | State AN                                 |                              |  |  |  |  |  |
| PROPOSALS.)                             | I  | 8. Well Number<br>6                      |                              |  |  |  |  |  |
| 1. Type of V<br>2. Name of              |  | Gas Well Other                           |                              | 9. OGRID Number  |  |  |  |  |
| CHEVRON                                 | U.S.A. INC.                                      |  |                              | · · · · · · · · · · · · · · · · · · ·  |  |  |  |  |
| 3. Address of 15 SMITH                  | of Operator<br>ROAD; MIDLAND,                    | TX 79705                                 |                              | 10. Pool name or Wildcat<br>46195 - Vacuum Bone Spring                                       |  |  |  |  |
| 4. Well Loc                             |  |  |                              |  |  |  |  |  |
|   |  | feet from the South lin                  | e and 2310' feet from        | n the East line  |  |  |  |  |
|   | tion 7 Town                                      | nship 18S Range 35                       |                              | EA County  |  |  |  |  |
| 3.                                      |  | 5.E                                      | her DR, RKB, RT, GR, etc     |  |  |  |  |  |
| Lonin in marine                         |  | 3972' DF                                 |                              |  |  |  |  |  |
|   | 12. Check /                                      | Appropriate Box to Indi                  | cate Nature of Notice        | Report or Other Data   |  |  |  |  |
|   |  |  |                              | •  |  |  |  |  |
|   | NOTICE OF IN<br>REMEDIAL WORK                    | _  |                              |  |  |  |  |  |
|   |  |  |                              |  |  |  |  |  |
| PULL OR AL                              |  | MULTIPLE COMPL [                         | CASING/CEMEN                 |  |  |  |  |  |
| DOWNHOLE                                |  |  | Amend PLC-                   | 103-E PLC- (D3-F   |  |  |  |  |
| OTHER:                                  |  | . [                                      |                              | Bone Spring Production to the Abo Battery  |  |  |  |  |
| 13. Desc                                | ribe proposed or comp                            | leted operations. (Clearly st            | ate all pertinent details, a | nd give pertinent dates, including estimated date  |  |  |  |  |
|   | arting any proposed we<br>osed completion or rec |  | NMAC. For Multiple Co        | ompletions: Attach wellbore diagram of   |  |  |  |  |
|   |  |  | proval to amend Commi        | ingle Order PLC-E, to add the Bone Spring  |  |  |  |  |
| production                              | to the Abo Reef Cons                             | olidated Battery, located in             | Unit B, Section 7, T188      | 5, R35E, Lea County, New Mexico.   |  |  |  |  |
|   |  |  |                              | te the well in the Bone Spring Sands. We will<br>Bone Spring Sands across the gross interval |  |  |  |  |
|   |  |  |                              | 0', 8590'-8600', 8660'-70', & 8720'-30', then  |  |  |  |  |
| frac stim. T                            | ie into Schlumberger                             | 's GR-Sonic log (9/17/62) fe             | or correlation & run a C     | R-CNL-RAL f/PBTD TO 4800'. The Queen   |  |  |  |  |
| perfs f/4425                            | 5'-4670' will be squeez                          | red.<br>Revit                            | wied by                      | 3/1/13   |  |  |  |  |
|   |  | rest in all the wells in the b           | attery and the royalty d     | wner, the State of New Mexico, Commissioner  |  |  |  |  |
| of Public L                             | ands, has been notifie                           | ed. Please see the attachment            | s for detailed well locatio  | on and information.  |  |  |  |  |
| I hereby                                | certify that the information                     | ation above is true and comp             | lete to the best of my kno   | wledge and belief.   |  |  |  |  |
|   |  | Recomm                                   | end App                      | >rova(   |  |  |  |  |
|   |  |  |                              |  |  |  |  |  |
| Spud Date:                              | 7/31/62  | Rig Rel                                  | lease Date:                  | 9/23/62  |  |  |  |  |
|   |  |  |                              |  |  |  |  |  |
| I hereby certi                          | fu that the information                          | above is true and complete t             | to the hest of my knowled    | Ine and balief   |  |  |  |  |
| I hereby certi                          |  | above is the and complete i              | to the best of my knowled    | ige and benef.   |  |  |  |  |
|   |  | ~//                                      |                              |  |  |  |  |  |
| SIGNATURI                               | - arolyn   | 1 Harris TITLE                           | Petro Eng Tech Assis         | tantDATE2/13/2013  |  |  |  |  |
| Type or print                           | name <u>Carolyn Hay</u>                          | vnie E-mail address:                     | chay@chevron.com             | PHONE: <u>432-687-7261</u>   |  |  |  |  |
| For State Us                            |  | 0 -                                      |                              |  |  |  |  |  |
| -APPROVED                               | BY Ami   | For TITLE                                | 1. Questan                   | DATE 3/1/13  |  |  |  |  |
|   | f Approval (n any):                              |  | - My areas                   |  |  |  |  |  |
|   |  |  |                              |  |  |  |  |  |

# MAY 2.0 2013