<u>DISTRICT I</u> P.O. Box 1980, Hobbs, NM 88241-1980

P.O. Box 1980, Hobbs, NM 88241-1980 DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88211-0719

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

Form C-101 Revised February 10,199

Instructions on bac

Submit to Appropriate District Offic

State Lease - 6 Copie

Fee Lease - 5 Copie

P.O. Box 2088	, Santa Fe, N APPI	IM 87504-2 LICATIO	2088 ON F	OR PERI	иіт то і	DRILL, RE-	ENTE	R, DEEPEN, PI	LUGBAGK, BR	AMEND A ZONE	ED REPORT
		1		ator Name				,		OGR	ID Number
CHEVRON	USA INC							1.	3 TF 6	4	323
15 SMITH F	RD, MIDLAN	ND, TX 7	9705					\;		NAPI N N30-02	umber ~ 2510424
4 P	roperty Code 2588	e /				5 F	Property N		3	<i>X</i>	Vell No
Y						⁷ Surfac	ce Loc	ation	10000	3717.30	
UI or lot no.	Section	Towns	hip	Range	Lot.ldn	Feet From	The	North/South Line	Feet From The	East/West Line	County /
0	23	22-8	,]	37-E		660'		SOUTH	1980'	EAST	LEA
				8 Propos	sed Botte	om Hole Lo	cation	If Different Fro	m Surface		
UI or lot no.	Section	Towns	hip	Range	Lot.Idn	Feet From	n The	North/South Line	Feet From The	East/West Line	County
	LANGLIE MA			Pool 1 /ERS QUEEI	N GRAYBUI	RG			¹⁰ Proposed Po	ol 2	
il .	k Type Code	/	12	WellType C	ode	13 Rotary o		14 Lea	ase Type Code	15 Ground Lev	el Elevation
10	P		47	0		ROTAR		19.0	P ontractor	3326'	·
Mult	iple Vo		.,	Proposed De 6440'	eptn	¹⁸ Forma GRAYBU		Schilder		²⁰ Spud Date 4/15/2006	
•					²¹ Propo	sed Casing	and C	Cement Progra	m		
SIZE O	F HOLE	SIZ	E OF	CASING	WEIGI	HT PER FOOT		SETTING DEPTH	SACKS O	F CEMENT	EST. TOP
NO CHANGE											
				tion is to DEEP y. Use addition			on the pre	esent productive zonean	d proposed new producti	ve zone.	· · · · · · · · · · · · · · · · · · ·
								OM THE BLINEBR E WILL BE PLUG		O THE LANGLIE N	MATTIX SEVEN
A PIT WILL	NOT BE U	JSED FO	R THI	S RECOMF	LETION.	A STEEL FRA	AC TANI	K WILL BE UTILIZ	ED.		
THE CURR	FNT AND I	PROPOS	FD W	FLLBORE	DIAGRAM	S AND THE I	INTEND	ED PROCEDURE	IS ATTACHED FO	OR YOUR APPRO	VAI

I hereby certify that the rules and regulations of the Oil Conservation OIL CONSERVATION DIVISION Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature 🗸 Approved By PETROLEUM ENGINEER Printed Name Denise Pinkerton Title: Title Regulatory Specialist Approval Dat Conditions 4/6/2006 Date Telephone 432-687-7375 Attached

Permit Expires 1 Year From Approval Date Unless Drilling Underway

O.I. Boyd API #30-025-10424 660' FSL & 1980' FEL S23, T22S, R37E Langlie Mattix – 7R – Q - GB Lea County, New Mexico

COMPLETION PROCEDURE:

Use 8.6 ppg brine water. Do not exceed 300 psi on casing at anytime during job due to squeeze perfs.

- 1. Complete if applicable: Displace flowline w/ fresh water. Have Field Specialist close valve at header. Pressure test line according to type. All polypipe (SDR7 and SDR11) will be tested to 100 psi. All steel lines will be tested to 500 psi. If a leak is found, contact Donnie Ives for repair/replacement. If tests good, bleed off pressure and open valve at header. Document this process in the morning report.
- 2. MIRU Key PU & RU. NDWH. Unseat pump and POOH w/ rods & pump. NUBOP. Test BOP when possible. POOH w/ 2-3/8" tbg & LD. Send equipment in for inspection.
- 3. PU & RIH w/ 6-1/4" bit on 2-7/8" WS to 5600'. POOH & LD bit.
- 4. MIRU WL. RIH w/7" CIBP & set @ 5590'. Dump 30' of cement on CIBP. Load and test csg to 300 psi. RIH w/ CBL/CCL log from 4300' to 100' above the top of cement tied back to Dresser Atlas' Compensated Neutron log dated 2/26/84. Check cement bond quality across completion interval. If cement bond does not look adequate, discuss squeezing options with engineer.
- 5. Perforate the following intervals with 3-1/8" slick guns loaded w/ 4 JSPF, 120 degree phasing and premium charges tied back to previously run log. RD Baker Atlas WL.

Top Perf	Bottom Perf	Net Feet	Total Holes
3633	3635	2	8
3657	3659	2	8
3663	3672	9	36
3675	3678	3	12
3687	3695	8	32
3700	3706	6	24
3717	3725	8	32
3730	3736	6	24
3743	3751	8	32
3761	3770	9	36
3777	3787	10	40
3793	3800	7	28
3809	3818	9	36
3821	3829	8	32
3843	3850	7	28
3854	3864	10	40
3866	3876	10	40

- 6. RIH w/7" PPI packer w/ SCV and 12' spacing element. Test 2-7/8" WS to 4500 psi while RIH. Test PPI packer in blank pipe. Mark settings.
- 7. MIRU DS. Acidize perfs w/3,400 gals 15% NEFE HCl acid at a max rate of ½ BPM & 4000 psi surface pressure as follows:

Perfs	Acid Volume	Max Rate	PPI Setting
3633-3635	200 gals	1/2 bpm	3628-3640
3657-3659	200 gals	1/2 bpm	3649-3661
3663-3672	200 gals	1/2 bpm	3661-3673
3675-3678	200 gals	1/2 bpm	3674-3686
3687-3695	200 gals	1/2 bpm	3685-3697
3700-3706	200 gals	1/2 bpm	3697-3709
3717-3725	200 gals	1/2 bpm	3715-3727
3730-3736	200 gals	1/2 bpm	3727-3739
3743-3751	200 gals	1/2 bpm	3741-3753
3761-3770	200 gals	1/2 bpm	3759-3771
3777-3787	200 gals	1/2 bpm	3776-3788
3793-3800	200 gals	1/2 bpm	3790-3802
3809-3818	200 gals	1/2 bpm	3807-3819
3821-3829	200 gals	1/2 bpm	3820-3832
3843-3850	200 gals	1/2 bpm	3840-3852
3854-3864	200 gals	1/2 bpm	3853-3865
3866-3876	200 gals	1/2 bpm	3865-3877

Displace acid w/ 8.6# brine to top perf. Record ISIP, 5, and 10 SIP. RD DS. If communication occurs during treatment, attempt to put away stage without exceeding 300 psi csg pressure. If stage can not be completed move to next and combine stage volumes.

- 8. SI well for 2 hrs for acid to spend. Release PPI & PU above top perf. RU swab and swab back load before SION if possible. Record volumes, pressures, & fluid levels. Discuss results with Engineering. If excessive water is produced, selectively swab perf intervals as discussed w/ engineer.
- 9. POOH w/ PPI and LD. RIH w/ 7" frac pkr, on/off tool and profile on 3-1/2" WS testing to 8500 psi while RIH. Set packer @ +/- 3530'. Install frac head. Pressure test BS to 300 psi. Hold 300 psi on BS during frac job and observe for communication.
- 10. MI & RU DS Services. Frac well down 3 ½" frac string at 40 BPM with 88,000 gals of YF125FT, 176,000 lbs. 16/30 mesh Jordan Sand, and 30,000 lbs resin-coated 16/30 mesh CR1630 propant. Tag frac w/ 3 isotopes (1st in .5 ppg sand stage, 2nd in main body of sand, and 3rd in resin stage). Observe a maximum surface treating pressure of 8500 psi. Pump job as follows:

Pump 2,000 gals 2% KCL water containing 55 gals Baker RE 4777-SCW Scale Inhibitor Pump 1,000 gals 2% KCL water spacer at **20 BPM**

Pump 14,000 gals YF125FT pad containing 5 GPT J451 Fluid Loss Additive at 40 BPM Pump 14,000 gals YF125FT containing 0.5 PPG 16/30 mesh Jordan Sand & 5 GPT J451 FL Additive

Pump 12,000 gals YF125FT containing 1.5 PPG 16/30 mesh Jordan Sand

Pump 12,000 gals YF125FT containing 2.5 PPG 16/30 mesh Jordan Sand

Pump 14,000 gals YF125FT containing 3.5 PPG 16/30 mesh Jordan Sand

Pump 16,000 gals YF125FT containing 4.5 PPG 16/30 mesh Jordan Sand

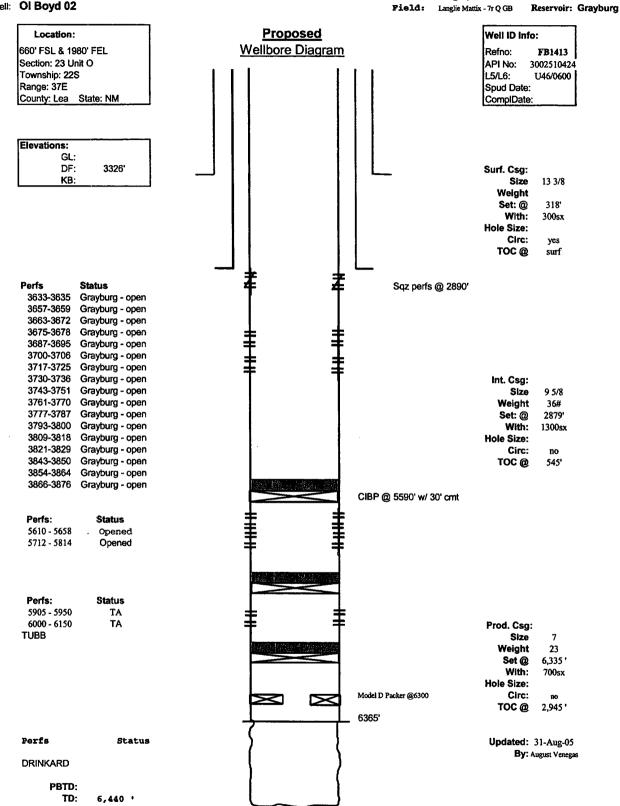
Pump 6,000 gals YF125FT containing 5 PPG resin-coated 16/30 mesh CR1630 proppant.

Flush to top perf with WF125FT. <u>Do not overflush</u>. Shut well in. Record ISIP, 5, 10, and 15 minute SI tbg pressures. SWI. RD & Release DS Services. <u>Leave well SI overnight</u> for resin to heal.

- 11. Open well and bleed off any pressure. Release packer and POOH. RIH w/ 6-1/4" bit to 4300'. POOH & LD bit. RIH w/ 7" pkr w/ on/off tool and profile. Set pkr @ +/- 3530'. RU swab and swab well checking for sand inflow. Discuss results w/ engineer. RD swab.
- 12. MIRU Logging Truck and conduct after Frac Log across completion interval. RD Logging truck.
- 13. MIRU pump truck. Pump down tbg w/ 50 bbls 8.6 PPG cut brine water containing 110 gals Baker RE-4777 Scale Inhibitor followed by 200 bbls 8.6 PPG cut brine water @ 5 BPM & 2500 psi max pressure. RD pump truck. POOH & LD WS & pkr.
- 14. RIH w/ 2-7/8" production tbg & hang off as per ALS recommendation. NDBOP NUWH.
- 15. RD Key PU & RU. Turn well over to production. Contact Lease Operator and inform them that the well is ready for operation.

Engineer - Keith Lopez 432-687-7120 Office 432-631-3281 Cell 432-661-6156 Home Well: Ol Boyd 02

Field: Langlie Mattix - 7r Q GB



DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980 DISTRICT II P.O. Box Drawer DD, Artesia, NM 88211-0719

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10,199 Instructions on bac Submit to Appropriate District Offic

OIL CONSERVATION DIVISION

State Lease - 4 Copie Fee Lease - 3 Copie

1000 Rio Brazos Rd., Aztec, NM 87410 **DISTRICT IV** P.O. Box 2088, Santa Fe, NM 87504-2088

DISTRICT III

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

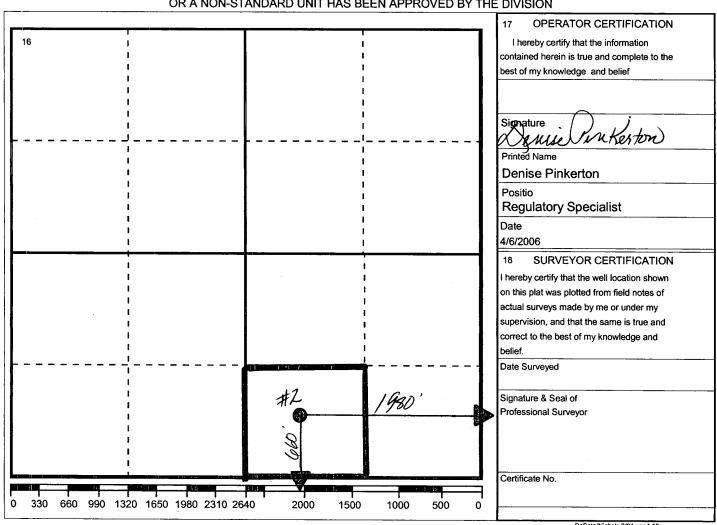
¹ API Number 30-02510424	² Pool Code 37240	³ Pool Name LANGLIE MATTIX SEVEN RIVERS QUEEN GRAYBURG
Property Code 2588	⁵ Property Nar O.I. BOY	
OGRID Number 4323	⁸ Operator Na CHEVRON US	Lievado

UI or lot no	Section	Township	Range	Lot.ldn	Feet From The	North/South Line	Feet From The	East/West Line	County	ı
0	23	22-S	37-E		660'	SOUTH	1980'	EAST	LEA	I
										4

Bottom Hole Location If Different From Surface

U	or lot no.	Section	Township	Range	Lot.ldn	Feet From	The	North/South Line	Feet From The	East/West Line	County
12	Dedicated 40	Acre	¹³ Joint or Infill No	14	Consolidation	on Code	15 Ord	der 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



DeSoto/Nichols 3/94 ver 1.10

Sent: Tue 4/11/2006 9:32 AM

The sender of this message has requested a read receipt. Click here to send a receipt.

Mull, Donna, EMNRD

From:

Phillips, Dorothy, EMNRD

To:

Mull, Donna, EMNRD

Cc:

Subject:

RE: Financial Assurance Requirement

Attachments:

All except Three Span have blanket bonds and Three Span has no approved bonding as of yet. They are submitting a one-well bond for the API 30-025-37791 you gave me. None of these appear on Jane's list.

From: Mull, Donna, EMNRD

Sent: Tuesday, April 11, 2006 9:28 AM

To: Phillips, Dorothy, EMNRD

Cc: Macquesten, Gail, EMNRD; Sanchez, Daniel J., EMNRD

Subject: Financial Assurance Requirement

Dorothy,

Is the Financial Assurance Requirement for these Operators OK?

Devon Energy Producing Co LP (6137) Chevron USA Inc (4323) Platinum Exploration Inc (227103) Marathon Oil Co (14021) Three Span Oil & Gas Inc (184905)

Please let me know. Thanks Donna

https://webmail.state.nm.us/exchange/dmull/Inbox/RE:%20Financial%20Assurance%20Requirement.EM... 4/11/2006