State of New Mexico

Form C-103

| to Appropriate District Office | Energy, Minerals and Natural Re | sources Department | Revised 1-1-89 |
|--|--|------------------------------|---|
| DISTRICT I | OIL CONSERVATION | ON DIVISION | WELL API NO. |
| P.O. Box 1980, Hobbs, NM 88240 | P.O. Box 2088 | | 30-025-32227 |
| DISTRICT II | Santa Fe, New Mexico | | 5. Indicate Type of Lease |
| P.O. Box Drawer DD, Artesia, NM 88210 DISTRICT III | · | | STATE FEE & |
| 1000 Rio Brazos Rd., Aztec, NM 87410 | | | 6. State Oil / Gas Lease No. |
| | TICES AND REPORTS ON WELI | LS | |
| | PPOSALS TO DRILL OR TO DEEPEN RVOIR. USE "APPLICATION FOR F C-101) FOR SUCH PROPOSALS. | | 7. Lease Name or Unit Agreement Name F.B. DAVIS |
| 1. Type of Well: OIL GAS WELL WEL | | | |
| Name of Operator CHEVRON U | JSA INC | | 8. Well No. |
| | D, MIDLAND, TX 79705 | | Pool Name or Wildcat TGE GLORIETA UPR PADDOCK; SW |
| 4. Well Location Unit LetterA: | 510 Feet From The N | Line and 500 | Feet From The_ELine |
| Section 8 | Township 23S R | ange <u>37E</u> NN | MPM <u>LEA</u> COUNTY |
| Figure 10 and 10 | 10. Elevation (Show whether DF, RKB, | RT,GR, etc.) GR=3323 | |
| 11. Check A | ppropriate Box to Indicate Nati | ure of Notice, Report | , or Other Data |
| NOTICE OF INTENTION | ON TO: | SI | JBSEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK | ALTERING CASING |
| TEMPORARILY ABANDON | CHANGE PLANS | COMMENCE DRILLING OP | ERATION PLUG AND ABANDONMENT |
| PULL OR ALTER CASING | | CASING TEST AND CEME | NT JOB |
| OTHER: ADD PERFS, ACID | IZE, SCALE SQUEEZE ✓ | OTHER: | |
| Describe Proposed or Completed Opproposed work) SEE RULE 1103. | erations (Clearly state all pertinent de | etails, and give pertinent d | lates, including estimated date of starting any |
| CHEVRON U.S.A. INC. INTENDS TO A | DD PERFS IN THE GLORIETA/UPP | ER PADDOCK FORMATI | ION, ACIDIZE & SCALE SQUEEZE. |
| THE INTENDED PROCEDURE, AND C | URRENT AND PROPOSED WELLB | ORE DIAGRAMS ARE AT | TACHED FOR YOUR APPROVAL. |
| | | | |
| | | | |
| |) | | 25 26 25 26 27 26 27 |
| I hereby certify that the information above is true and complete | | | |
| SIGNATURE MISE I | <i>Kltfon</i>) _{TITLE} Regu | latory Specialist | DATE 8/3/2006 |

Denise Pinkerton

TYPE OR PRINT NAME

OC FIELD REPRESENTATIVE PYSTAFF WAY A GER

Telephone No.

432-687-7375

F. B. Davis # 2

Teague Glorieta/Upper Paddock; SW Field

T23S, R37E, Section 8

WBS # UWDOL-R6292

Job: Add Perfs In Glorieta/Upper Paddock Formation, Acidize, And Scale Squeeze

Procedure:

- 1. Displace flowline with fresh water. Have field specialist close valve at header. Pressure line according to the type of line. Buried fiberglass lines will be tested with 300 psi. All polypipe (SDR7 and SDR11) will be tested w/100 psi. All steel lines will be tested w/500 psi. If a leak is found, contact Donnie Ives for repair/replacement. If test is good, bleed off pressure and **open valve** at header. Document this process in the morning report.
- 2. MI & RU pulling unit. Bleed pressure from well, if any. Pump down csg with 8.6 PPG cut brine water, if necessary to kill well. Remove WH. Install BOP's and test to 1000 psi. POH with 2 7/8" tbg string and TAC. LD TAC.
- 3. PU and GIH with 4 ¾" MT bit and 2 7/8" work string to 5359'. Establish reverse circulation using 8.6 PPG cut brine water. Note: If well will not circulate, MI&RU air unit and clean out using foam. LD and drill out fill, float collar, and cement in 5 ½" casing to 5390'. Reverse circulate well clean from 5390'. POH with work string and bit. LD bit.
- 4. MI & RU Baker Atlas electric line unit. Install lubricator and test to 1000 psi. GIH with 3 3/8" Predator casing guns and perforate from 5090-94', 5199-5203', 5236-40', and 5360-68' with 4 JSPF at 120 degree phasing, using 32 gram premium charges. POH. RD & release electric line unit. Note: Use casing collars from Halliburton GR/CCL Log dated 1/7/94 for depth correction.
- 5. PU and GIH w/ 5 ½" PPI pkr (with 20' element spacing) and SCV on 2 7/8" work string to approximately 5050'. Test tbg to 5500 psi while GIH.
- 6. MI & RU DS Services. Acidize perfs 5090-5368' with 2,500 gals anti-sludge 15% HCl acid * at a maximum rate as shown below and a maximum surface pressure of 3500 psi. Spot acid across perfs at beginning of each stage and let soak to lower breakdown pressure and prevent communication. Pump job as follows:

| Interval | Amt. Acid | Max Rate | PPI Setting |
|------------|-----------|----------|--------------------|
| 5360-68' | 400 gals | ½ BPM | 5349-69' |
| 5286-90' | 200 gals | 1 BPM | 5280-5300' |
| 5236-40' | 200 gals | ½ BPM | 5230-50' |
| 5206-13' | 300 gals | 1 BPM | 5205-25' |
| 5192-5203' | 400 gals | 1 BPM | 5185-5205' |
| 5120-36' | 800 gals | 1 BPM | 5118-38' |
| 5090-94' | 200 gals | ½ BPM | 5080-5100' |

Displace acid with 8.6 PPG cut brine water -- do not overdisplace. Use a SCV to control displacement fluid. Record ISIP, 5 & 10 minute SIP's. RD and release DS services. Note: Pickle tubing in 1 run of 500 gals acid, prior to acidizing perfs. Pickle acid is to contain only 1/2 gal A264 and 1 gal W53. Also, if communication occurs during treatment of any interval, monitor casing pressure and attempt to complete stage w/o exceeding 1000 psi csg pressure. If cannot, then move PPI to next setting depth and combine treatment volumes of the intervals.

| * Acid system is to contain: | 1 GPT A264 | Corrosion Inhibitor |
|------------------------------|------------|---------------------|
| | 8 GPT L63 | Iron Control Agent |
| | 2 PPT A179 | Iron Control Aid |
| | 20 GPT U66 | Mutual Solvent |
| | 2 GPT W53 | Non-Emulsifier |

- 7. Release PPI pkr and PUH to approximately 5050'. Swab back all intervals together. Recover 100% of treatment and load volumes before shutting well in for night, if possible. Report recovered fluid volumes, pressures, and/or swabbing fluid levels. Note: Selectively swab perfs as directed by Engineering if excessive water is produced.
- 8. Open well. MI & RU pump truck. Pump down tbg with 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 at **5 BPM** and **2500 psi maximum pressure**. RD and release pump truck. Release PPI pkr. POH with 2 7/8" work string. LD 2 7/8" work string and PPI packer.
- 9. PU and GIH w/ BP mud anchor jt of 2 7/8" tbg, 2 7/8" x 4' perforated sub, SN, 1 jt 2 7/8" EUE 8R J-55 IPC tbg, 10 jts 2 7/8" EUE 8R J-55 tbg, TAC, and 117 jts 2 7/8" EUE 8R J-55 tbg, testing to 5000 psi. Set TAC at 3625', with EOT at 4000' and SN at 3965'.
- 10. Remove BOP's and install WH. GIH with rods, weight bars, and pump per ALS recommended design. RD & release workover unit.
- 11. Turn well over to production. Report producing rates, choke sizes, flowing pressures and/or fluid levels.

AMH 8/2/2006

Well: F. B. Davis # 2

Field: Teague Glorieta/Upper Paddock; SW

Reservoir: Glorieta/Paddock

Location:

510' FNL & 500' FEL

Section: 8 Township: 23S Range: 37E

County: Lea State: NM

Elevations:

GL: 3323' KB: 3337' DF: 3336'

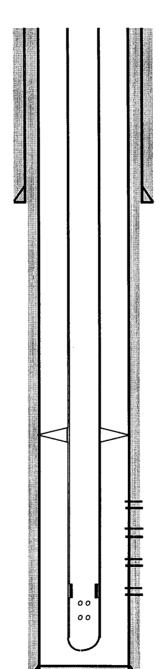
Tubing Detail:

| #Jts: | Size: | Footage |
|-------|--------------------------------|---------|
| | KB Correction | 14.00 |
| 165 | Jts. 2 7/8" EUE 8R J-55 Tbg | 5115.00 |
| | TAC | 3.15 |
| 3 | Jts. 2 7/8" EUE 8R J-55 Tbg | 93.00 |
| 1 | Jt. 2 7/8" EUE 8R J-55 IPC Tbg | 31.00 |
| | SN | 1.10 |
| | 2 7/8" x 4' Perf Tbg Sub | 4.00 |
| 1 | Jt. 2 7/8" EUE 8R J-55 Tbg | 31.00 |
| | Bull Plug | 0.50 |
| 170 | Bottom Of String >> | 5292.75 |

COTD: 5359' **PBTD**: 5359' **TD**: 5400'

Updated: 6/13/06

<u>Current</u> Wellbore Diagram



By: Richard A. Jenkins

Well ID Info:

Chevno: QU1904 API No: 30-025-32227 L5/L6: U820600 Spud Date: 12/8/93 Compl. Date: 1/24/94

Surface Csg: 8 5/8", 24# WC-50

Set: @ 1185' w/ 625 sks Hole Size: 12 1/4" Circ: Yes TOC: Surface TOC By: Circulated

Perfs: Status:

5120'-36' Glorieta/Upper Paddock - Open 5192'-96' Glorieta/Upper Paddock - Open 5206'-13' Glorieta/Upper Paddock - Open 5286'-90' Glorieta/Upper Paddock - Open

Prod. Csg: 5 1/2" 15.5# J-55 & WC-50

Set: @ 5400' w/ 1170 sks

Hole Size: 7 7/8"

Circ: Yes TOC: Surface TOC By: Circulated

Well: F. B. Davis # 2

Field: Teague Glorieta/Upper Paddock; SW

Reservoir: Glorieta/Paddock

Location:

510' FNL & 500' FEL

Section: 8 Township: 23S Range: 37E

County: Lea State: NM

Elevations:

GL: 3323' KB: 3337' DF: 3336'

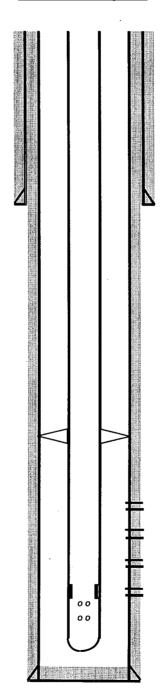
Tubing Detail:

| #Jts: | Size: | <u>Footage</u> |
|-------|--------------------------------|----------------|
| | KB Correction | 14.00 |
| 163 | Jts. 2 7/8" EUE 8R J-55 Tbg | 5053.00 |
| | TAC | 3.15 |
| 6 | Jts. 2 7/8" EUE 8R J-55 Tbg | 186.00 |
| 1 | Jt. 2 7/8" EUE 8R J-55 IPC Tbg | 31.00 |
| | SN | 1.10 |
| | 2 7/8" x 4' Perf Tbg Sub | 4.00 |
| 1 | Jt. 2 7/8" EUE 8R J-55 Tbg | 31.00 |
| | Bull Plug | 0.50 |
| 171 | Bottom Of String >> | 5323.75 |

COTD: 5390' **PBTD:** 5390' **TD:** 5400'

Updated: 6/13/06

<u>Proposed</u> <u>Wellbore Diagram</u>



By: Richard A. Jenkins

Well ID Info:

Chevno: QU1904 API No: 30-025-32227 L5/L6: U820600 Spud Date: 12/8/93 Compl. Date: 1/24/94

Surface Csg: 8 5/8", 24# WC-50

Set: @ 1185' w/ 625 sks **Hole Size:** 12 1/4" **Circ:** Yes **TOC:** Surface

TOC By: Circulated

Perfs: Status:

5090'-94' Glorieta/Upper Paddock - Open 5120'-36' Glorieta/Upper Paddock - Open 5192'-96' Glorieta/Upper Paddock - Open 5199'-5203' Glorieta/Upper Paddock - Open 5206'-13' Glorieta/Upper Paddock - Open 5236'-40' Glorieta/Upper Paddock - Open 5286'-90' Glorieta/Upper Paddock - Open 5360'-68' Glorieta/Upper Paddock - Open

Prod. Csg: 5 1/2" 15.5# J-55 & WC-50

Set: @ 5400' w/ 1170 sks

Hole Size: 7 7/8"

Circ: Yes TOC: Surface TOC By: Circulated