Submit 3 Copies To Appropriate District Office	State of New Mexico		Form C-103			
District I	Energy, Minerals and Natur	al Resources	May 27, 2004 WELL API NO.			
1625 N. French Dr , Hobbs, NM 88240 District II	OH CONGEDUATION	DIMICION	30-025-21649			
1301 W Grand Ave, Artesia, NM 88210	OIL CONSERVATION		5. Indicate Type of Lease			
<u>District III</u> 1000 Rio Brazos Rd , Aztec, NM 87410	1220 South St. Fran		STATE FEE			
<u>District IV</u> 1220 S. St. Francis Dr , Santa Fe, NM	Santa Fe, NM 87505		6. State Oil & Gas Lease No.			
87505	TOTAL AND DEPONTS ON WELLS		7. Lease Name or Unit Agreement Name			
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)			VACUUM GLORIETA WEST UNIT			
1. Type of Well: Oil Well	Gas Well Other	8. Well Number 14H				
2. Name of Operator		9. OGRID Number 4323				
CHEVRON U.S.A. INC. 3. Address of Operator			10. Pool name or Wildcat			
15 SMITH ROAD, MIDLAND, TEXAS 79705			VACUUM GLORIETA			
4. Well Location						
Unit Letter B: 800 feet from the NORTH line and 2310 feet from the EAST line (BHL: 801' FNL, 1310 FEL, UL:A)						
Section 25 Township		NMPM	County LEA			
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4002' GL						
Pit or Below-grade Tank Application			-			
	vaterDistance from nearest fresh wa					
Pit Liner Thickness: mil			nstruction Material			
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data						
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:						
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK			_			
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐ COMMENCE DRILLING OPNS.☐ P AND A PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐ CASING/CEMENT JOB ☐						
PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB						
OTHER RE-INSTALL STRADDLE PACKER SYSTEM OTHER:						
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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion						
or recompletion. CHEVRON U.S.A. INC. INTENDS TO RE-INSTALL A STRADDLE PACKER SYSTEM TO PREVENT WATER PRODUCTION						
FROM THE SUBJECT WELL'S OH LATERAL.						
THE INTENDED DROCEDUDE & WELLDODE DIACDAM IS ATTACHED FOR VOUD ADDROVAL						
THE INTENDED PROCEDURE & WELLBORE DIAGRAM IS ATTACHED FOR YOUR APPROVAL.						
I hereby certify that the information	above is true and complete to the be	st of my knowledge	e and belief. I further certify that any pit or below- or an (attached) alternative OCD-approved plan			
∞) 4 ',					
SIGNATURE (V SMISE)	TITLE Re	gulatory Specialist	DATE 06-30-2008			
Type or print name Denise Pinkert For State Use Only	on E-mail address: <u>leakejd@chev</u>	ron.com To	elephone No. 432-687-7375			
APPROVED BY: This	Elellan OF DETER	CT SUPERVISOR/	GENERAL MANAGER JULY L 0 3 2008			
Conditions of Approval (if any):	and the state of t					
aege	Weu					

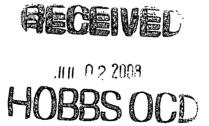
HOBBS OCD

VGWU 14H API No. 30-025-21649

Procedure to: Install Straddle Packer System

- 1) MIRU PU and RU. ND WH. NU BOP.
- 2) GIH w/ RBP retrieving tool. Latch onto RBP @ 5780'. POOH w/ RBP.
- 3) PU & GIH w/ 4 3/4" MT bit on bent sub and 2 3/8" PH6 tbg. Work bit in window @ 5895-5901'.
- 4) C/O OH lateral to 6951' (Note: TMD 6956' with top of fish @ 6951') Catch any samples and have analyzed by Baker Rep.
- 5) MI Peak Completions strata-pak system, Rite-wrap tbg and AS-1 pkr assembly.
- 6) GIH w/ bent sub, pump-out plug, Peak Strata pkr 10K OH double grip isolation pkr, 4 joints ~135' 2 3/8" 4.7# IPC Rite-wrap tbg, AS-1X pkr w/ O/O tool on WS. Space out to straddle heel from 5788' to +/-5922'. Set AS-1X pkr. Load and pressure tbg to set Strata pkr. Continue to pressure tbg to blow pump out plug.
- 7) RIse from O/O tool. POOH w/ WS LD.
- 8) GIH w/ production equipment as pulled. Hang well on. Clean Location RDMO. Turn well over to production.

LGB 5/13/08 BAS 5/29/08



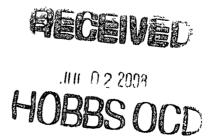
VGWU No. 14H API No. 30-025-21649 Vacuum Glorieta West Unit Lea County, NM

Engineering Comments

The technical team recommends re-installing a straddle packer system to prevent water production from the subject well's OH lateral. The previous straddle packer system effectively shut-off nearly 2000 BWPD from the San Andres kickoff point for two years. Production plots show that isolating the water zone had no adverse effects on oil production, which averaged 25 BOPD during this time. The team considered other methods of water shut-off such as using polymers and cementing a liner but rejected them as risky, and perhaps damaging to the oil interval. Therefore, the team recommends duplicating the previous system, but using the more robust Peak completions OH packer for this workover.

Economics for this well work have a DPI of 4.50.

BAS 5/29/08



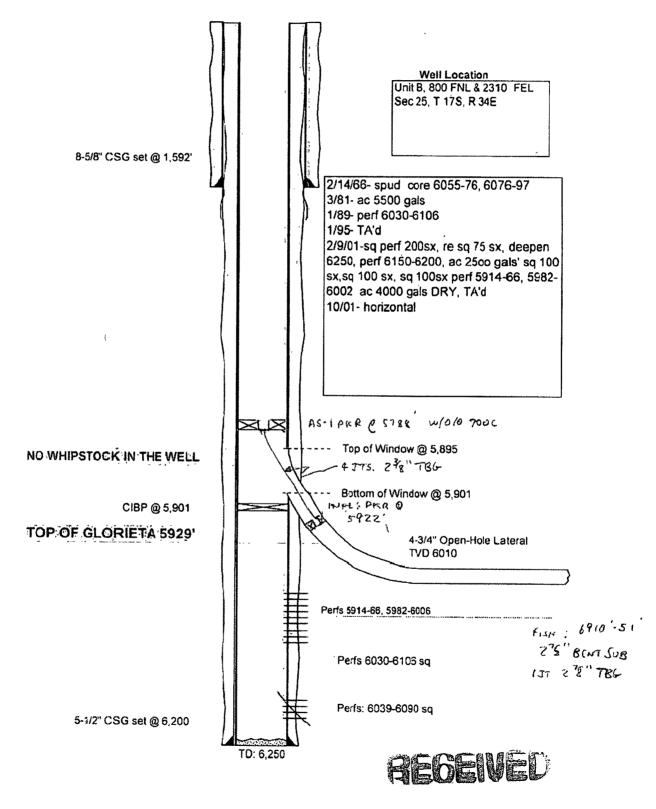
VGWU #14H Wellbore Diagram

Created: 05/14/08 By: BSP Updated: By: By: Lease: Vacuum Glorieta West Unit Field: Vacuum Glorieta West Unit Surf. Loc.: 800' FNL & 2,310' FEL Bot. Loc.: 801' FNL & 1,310' FEL County: Lea St.: NM Status: Active Oil Well		Well #: API Unit Ltr.: TSHP/Rng: Unit Ltr.: TSHP/Rng: Directions: Chevno:	14H St. Lse: 30-025-21649 B Section: 25 S-17 E-34 A Section: 25 S-17 E-34 Buckeye, NM FF4689
Surface Casing Size: 8 5/8" Wt., Grd.: 24#, J-55 Depth: 1592' Sxs Cmt: 900 Circulate: Yes TOC. Surface Hole Size: 5 1/2" Wt., Grd.: 14#, J-55 Depth: 6,200 Sxs Cmt: 1,500 Circulate: Yes TOC: Surface Hole Size: 7 7/8" Horizontal Section TOW: 5,895 BOW: BOW: 5,901 MD: 6,956 TVD: 6,010 Hole Size: 4 3/4" Core 6055-76', 6076-97' in 1966 RBP @ 5780' TOW @ 5895' BOW @ 5901' CIBP @ 5901'			History 3/9/66 Initial Completion Perf 1 Jspf 6039, 41, 43, 44, 46, 48, 50, 54, 56, 58, 60, 63, 65, 67, 73, 75, 77, 81, 86, 90 AC w/ 1000 gal 15% NE, 1320 0w 92g 8/81 Acidizer Acidizer Perf 2 Jspf 6030-6106. AC w/ 3000 gal 15% NEFE 1/95 TA Set CIBP @ 5920' 2/9/01 Sqz, Deepen, Test, TA' DO CIBP. Set cmt rtnr @ 5910, Sqz perfs 6030-6106' w/ 200 sx, DO cmt, Re-sqz 75 sx, Mill on junk and deepen to 6250, Perf 6150-6200, Acidize w/ 2500 gal 15% NEFE, Sqz 100 sx three times w/ cmt rtnr, Perf 5914-66, 5982-6002, AC w/ 4000 gals 15% NEFE, DRY, Set CIBP @ 5864' w/ 35' cmt, TA'd 10/01 Horizontal DO CIBP and cmt @ 5864', Set CIBP @ 5901, Drill lateral to 6956' MD w/ 4 3/4" bit. AC w/ 20000 gal 15% acid w/ CT unit, 290 1410w 15g 10/05 Shut Off Water Dress window w/ mill, left 2 7/8" bent sub and 1 jt 2 7/8" in hole, Set Arrowset pkr @ 5788', 4 jts Rire Wrap tbg and OH pkr @ 5922 RTP. 4/25/08 TA water prod jump in Oct 07, suspected OH pkr leak, POOH w/ prod eqp and pkrs. Set RBP @ 5780.
Perfs 5914-66', 5982-6006' Sqz perfs 6039-6200'			4 3/4" OH Lateral 1000' TVD 6010' MD 6956'
OH from 6200'-6250'	PBTD: 6,250 TD: 6,250	- -	

HOBBS OCD

PREVIOUS

VGWU #14H API: 3002521649



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