625 N French Dr., Hobbs, NM 88240 Energy Minerals								of New Mexico Is and Natural Resources June 16, 200							
1301 W Grand Avenue, Arte a Or 8210 2008															
1000 Beat Barth and All And All A					220 So	onservation Division South St. Francis Dr.			2	Submit to appropriate District Offic					
	1220 S. St. Francis DF, Santa Fe, NM 87505 Santa														
				ERMIT T A ZONE	O DRI	LL, R	E-EN	TER	, DEE	PEN,					
PLUGBACK, OR ADD A ZONE Operator Name and Address											4222	<sup>2</sup> OGRID Number			
				CHEVRON U 15 SMITH	I ROAD							4323 <sup>3</sup> API Number			
<sup>3</sup> Prope	erty Code		<u> </u>	MIDLAND, TI	EXAS 7970		Property	Name			30-025-34	30 - 025-34087			
20	<u>070</u>						UMENT '		TE				13		
	МС	NUME		roposed Pool 1 ESO, NORTHV	🖌 VEST (970	(89					<sup>10</sup> Prop	osed Pool 2			
<sup>7</sup> Surface															
UL or lot no J	Section 23	Townsł 19-S		Range 36-E	Lot		Feet fr 16		North/South SOUTH	outh line	Feet from the 2107	East/West line EAST	e County LEA		
<sup>8</sup> Proposed UL or lot no	Bottom H	Hole Lo	r	on If Differen	nt From S		Feet fr	om the	North/S	outh line	Feet from the	East/West line	e County		
							T COL II								
Addition	al Well ork Type Co		natio	0n <sup>12</sup> Well Type Co	ode	1	<sup>13</sup> Cabl	e/Rotary		14	Lease Type Code	15	<sup>15</sup> Ground Level Elevation		
	P			0					S /		3698' GL				
	lultiple NO			<sup>17</sup> Proposed Depth <sup>18</sup> Form 74708 YE						<sup>20</sup> Spud Date					
<sup>21</sup> Propos	od Casi	ng on		ement Prog	rom										
Hole S				ng Size		Casing weight/foot			Setting D	epth	Sacks of Ce	ement	Estimated TOC		
NO CH	ANGE														
												4			
				this application ram, if any U					ve the dat	a on the p	resent productive z	one and propos	sed new productive zone.		
				•				•	F MONI	MENT V	ESO, NORTHWE	ST POOI			
												STICOL			
				OCURRENT A		OSED	WELLBC	OKE DIA	IGRAM /	ARE AT L	ACHED				
ALSO ATTA	CHED IS 1	THE C-1	44 IN	FO & THE C-1	102 PLAT										
								Pern	iit Exp	oires 2	Years From	Annrov	al		
								1	Date U	Inless 1	brilling Und	erway			
23.1.1						<u> </u>		1			Plugb	ack	an de la la de la composición de la compo		
	<sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief						OIL CONSERVATION DIVISION								
Signature	Signature Interton						Approved by								
Printed name		~		*				Tıtle.		FIRM	EUM ENGINE	ER.			
DENISE PIN Title REGULATO		ALIST						Appro	val Date			xpiration Date			
E-mail Addre	REGULATORY SPECIALIST E-mail Address							NOV 2 5 2008							
leakejd@che <sup>-</sup> Date	vron.com			Phone <sup>.</sup>				Conditions of Approval Attached							
11-19-2008				432-687-73	75								,		

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11/10/2008

Monument 23 State #13 Monument; Yeso, Northwest Section 23, T19S, R36E, Unit J Lea County, NM 30-025-34087

## PB to Yeso and Acidize

- 1. This procedure is based on the most recent information regarding wellbore configuration and equipment that could be found in the Midland Office well files and computer databases as of 11/10/2008. Verify what is in the hole with the well file in the Eunice Field office. Discuss w/ WEO Engineer, Workover Rep, OS, ALS, and FS prior to rigging up on well, regarding any hazards or unknown issues pertaining to the well.
- 2. 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.
- 3. MI & RU workover unit. Bleed pressure from well, if any. Pump down casing with 8.6 PPG cut brine water if necessary to kill well. Remove wellhead. Install BOP's and test as required.
- 4. MI & RU Gray WL electric line unit. Install lubricator and test to 1000 psi. GIH w/ 5-1/2" gauge ring to 7228'. POH. Pressure test casing and CIBP to 500 psi. POH.
- 5. GIH with 3-3/8" RHSC Gunslinger casing guns (0.42" EH & 47" penetration) and perforate the following intervals with 2 JSPF at 120 degree phasing using 25 gram premium charges:

Тор	Bottom	Net Ft	No. Perfs
6599	6606	7	14
6622	6628	6	12
6631	6638	7	14
6651	6656	5	10
6684	6694	10	20
6716	6721	5	10
6726	6736	10	20
6769	6779	10	20
6785	6791	6	12
6801	6811	10	20

- 6. POH. GIH and dump bail 35' of cement on top of CIBP at 7228'. POH. RD and Release WL. Note: Use Schlumberger Compensated Neutron Log dated 9/3/1997 for depth correction.
- 7. PU and GIH w/ 5-1/2" PPI packer w/ SCV and 12' element spacing on 2-7/8" workstring. Test PPI packer in blank pipe. Mark Settings.
- 8. MI & RU DS Services. Acidize perfs 6599'-6811' with 4,000 gal 15% NEFE HCl acid\* at a maximum rate of <sup>1</sup>/<sub>2</sub> BPM and a maximum surface pressure of 4500 psi as follows:

Interval	Rate (bpm)	Volume (gal)	PPI Setting
6801-6811'	1/2	500	6800-12'
6785-6791'	1/2	300	6784-96'
6769-6779'	1/2	500	6768-80'
6726-6736'	1/2	500	6725-37'
6716-6721'	1/2	300	6712-24'
6684-6694'	1/2	500	6683-95'
6651-6656'	1/2	300	6648-60'
6631-6638'	1/2	400	6630-42'
6622-6628'	1/2	300	6617-29'
6599-6606'	1/2	400	6597-6609'

Displace acid with 8.6 PPG cut brine water -- do not over displace. Use a SCV to control displacement fluid. Record ISIP, 5 & 10 minute SIP's. RD and release DS services. Note: If communication occurs during treatment of any interval, monitor casing pressure and attempt to complete stage w/o exceeding 500 psi csg pressure. If cannot, then move PPI to next setting depth and combine treatment volumes of the intervals.

* Acid system to contain:	1 GPT A264	<b>Corrosion Inhibitor</b>
	8 GPT L63	Iron Control Agents
``````````````````````````````````````	2 PPT A179	Iron Control Aid
	20 GPT U66	Mutual Solvent
2	2 GPT W53	Non-Emulsifier

9. Release PPI & PUH to approximately 6500'. Fish SCV. Swab back all intervals together. Recover 100% of treatment and load volumes before shutting well in for night, if possible. Report recovered volumes, pressures, and/or swabbing fluid levels. <u>Note</u>: Selectively swab perfs as directed by engineering if excessive water is produced.

Selective Swab Settings								
Interval	RBP							
6769-6811	6750	swinging						
6684-6736	6670	6750						
6799-6656	6780	6670						

10. Open well. Release PPI pkr. POH w/ tbg and PPI pkr. LD PPI tool.

- ,11. RIH w/ 2-7/8" production tubing and hang off per ALS recommendation. NDBOP. NUWH. RIH w/ rods and pump per ALS.
- 12. RD Key PU & RU. Turn well over to production. Report producing rates, choke sizes, flowing pressures and/or fluid levels.

Engineer – Richard Jenkins 432-631-3281 Cell rjdg@chevron.com



District I				State of New	Form C-102					
1625 N. French D District II	4 88240	Er	nergy, Min	erals & Natura		Revised October 12, 200				
1301 W. Grand A District III	a, NM 88210			ONSERVAT	N S	Submit to Appropriate District Offi State Lease - 4 Copi				
1000 Rio Brazos I District IV	M 87410		1220 South St. Francis Dr. Santa Fe, NM 87505					Fee Lease - 3 Copies		
1220 S. St. Franci	s Dr., Santa I	re, NM 87505					,	[		NDED REPORT
<i>'</i>		W	ELL LC	<b>CATIO</b>	N AND ACF	REAGE DEDIC	ATION PLA	Т		
1	r	<sup>2</sup> Pool Code 97089 MONUMENT; YESO, NORTHWI					EST	-		
<sup>4</sup> Property Code				<sup>5</sup> Property Name MONUMENT "23" STATE					<sup>6</sup> Well Number 13	
<sup>7</sup> OGRID No. 4323			<sup>8</sup> Operator Name CHEVRON U.S.A. INC.						Elevation 3698' GL	
					<sup>10</sup> Surface	Location				
UL or lot no. Section To J 23		Township 19-S	Range 36-E			East/Wo		County LEA		
	•	· · · ·	<sup>11</sup> Bc	ottom Ho	le Location I	f Different From	n Surface			
UL or lot no.	Section	Township	Range	Range         Lot Idn         Feet from the         North/South line         Feet from the         Ea			East	/West line	County	
12 Dedicated Acre	s <sup>13</sup> Joint o	r Infill 14 Co	onsolidation	Code <sup>15</sup> Or	der No.	1				

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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.

F77				17
16				<sup>17</sup> OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and complete
				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
				De as to Pontanta 11-19-2008
			0	Signature Date
				-
				DENISE PINKERTON REGULATORY SPECIALIST
				Printed Name
				1800-000-000-000-000-000-000-000-000-000
				<sup>18</sup> SURVEYOR CERTIFICATION
		. 7 1		I hereby certify that the well location shown on this
ν.		キレ	2107'	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
				same is true and correct to the best of my bellef
		~	, ,	l
				Date of Survey
				Signature and Seal of Professional Surveyor
		88		
		Č.		
				Certificate Number
		1		