State of New Mexico RECEIVED Minerals and Natural Resources

Form C-101 June 16, 200

1301 W Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

MAR 26 2009 Oil Conservation Division 1220 South St. Francis Dr.

Submit to appropriate District Office

☐ AMENDED REPORT

District IV 1220 S St F	rancis Dr , S	anta I	Fe, NN	4 875 5 OB E	BSOC	D Santa		Franc M 875				☐ AN	MENDED REPORT	
APPLIC	ATION	FO	R P	ERMIT TO A ZONE			TER,	DEE	PEN,					
Lega		,		¹ Operator Name		SS					² OC	RID Number	r	
				CHEVRON U 15 SMITH			`			4323	3 A	API Number		
				MIDLAND, TE		5				30 – 025-05		MI Number		
³ Property Code				⁵ Property 1 J R PHILI							⁶ Wel			
,		MON		Proposed Pool 1 NT, TUBB, WES	ST (GAS)					10 Prop	osed P	Pool 2		
⁷ Surface	Locatio			,										
UL or lot no E Section Township E 6 20-S		ship	Range Lot Id. 37-E		Feet from the 1897		North/So NORTH		Feet from the 660	Eas	st/West line WEST	County		
⁸ Proposed	Bottom F	Iole I	Locat	ion If Differer	nt From S	urface								
UL or lot no	Section	Tow	nship	Range	Lot l	dn Feet fr	om the	North/S	outh line	Feet from the	Eas	st/West line	County	
Addition	al Well	nfo	rmat	ion 🐪		, , , , , , , , , , , , , , , , , , ,							مه	
11 Work Type Code							e/Rotary	/Rotary 14 Lease Type Cod P			¹⁵ Ground Level Elevation 3562' GL			
I	Aultiple NO			17 Proposed Depth 7532'			8 Formation TUBB			19 Contractor			²⁰ Spud Date	
21 Propos	sed Casir	าดลา	nd C	'ement Prog	ram									
Proposed Casing and Hole Size			sing Size		Casing weight/foot		Setting Depth		Sacks of Ce	ment	Estimated TOC			
NO CHANGE														
22 -										<u> </u>				
				ogram, if any. U				ve the dat	a on the p	resent productive z	one ar	nd proposed	new productive zone.	
				TO RECOMPLI ND CURRENT A						TO THE TUBB (G ACHED.	AS) R	ESERVOIR		
ADMINISTE	RATIVE OR	DER.	SD-20	0902 IS ATTAC	HED									
2	ermit E Date	xpli Un	res 2 less	Years Fro Drilling U Plugb	THUCK ASS	iy ´								
²³ I hereby certify that the information givenabove is true and complete to the best of my knowledge and belief						OIL CONSERVATION DIVISION								
Signature														

se Pin Keston Approved by: Printed name Tıtle PETRALSIM ENGINEER
Approval Date Fxnii DENISE PINKERTON Title Expiration Date. REGULATORY SPECIALIST E-mail Address leakejd@chevron com Date. Phone: Conditions of Approval Attached 03-24-2009 432-687-7375

Distract II 811 South First, Artesia, NM 88210

REGISTRUM SERVATION DIVISION Submit to Appropriate District Office State Lease - 4 Copies

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV 2040 South Pacheco, Santa Fe, NM 875 HOBBSOCD

MAR 26 2009

2040 South Pacheco Santa Fe, NM 87505

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-05959 ¹ Property Code				² Pool Code 96968		³ Pool Name Monument; Tubb, West (Gas)					
			⁵ Property Name J R. Phillips						⁶ Well Number 6		
7 OGRIE 432:			⁶ Operator Name Chevron U.S.A., Inc.						⁹ Elevation 3576		
		•			¹⁰ Surface Lo	ocation					
UL or Lot No.	Section	Township	Range	Lot lan	Feet from the North/South line Feet from the East/West line Coun				County		
Ε	6	20\$	20S 37E 1897' North 560' West				Lea				
		L	11 Bott	om Hole	Location If D	ifferent From S	urface				
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Foot from the	East/West line	County		

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

1897'	160-acre		OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.
660' J.R. Ph	proration unit		Signature C. J. Haynie
	- G	2	Printed Name Petr. Engineering Technical Assistant Title February 3, 2009
			SURVEYOR CERTIFICATION I hereby cortify that the well location shown on this 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. Signature and Seal of Professional Surveyor
,			
			Certificate Number

J.R. Phillips #6 Monument; Tubb, West (Gas) Section 6, T20S, R37E, Unit E Lea County, NM 30-025-05959

PB to Tubb

- 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 11/12/2008. 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. Pull rods and pump and LD. Remove wellhead. Install BOP's and test as required. Release TAC and POH w/ 2-3/8" tubing string. Scan tubing with Tuboscope scanner. LD all jts but yellow band.
- 4. MI & RU Gray WL electric line unit. Install lubricator and test to 1000 psi. PU and RIH w/5-1/2" cast iron bridge plug to 6825'. Set CIBP at 6825'. 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
6329	6336	7	28
6392	6402	10	40
6408	6416	8	32
6422	6427	5	20

- 6. POH. GIH and dump bail 35' of cement on top of CIBP at 6825'. POH. RD and Release WL.

 Note: Use Dresser Atlas Compensated Neutron Gamma Ray Log dated 3/4/1977 for depth correction.
- 7. PU and RIH w/5-1/2" treating packer on 2-3/8" tubing to 6250'.
- 8. MI & RU DS Services. Spot 5 bbl 15% acid over Tubb perfs. Set pkr @ 6250'. Load backside to 350 psi. Acidize Tubb perfs with 3,000 gal 15% NEFE HCl acid* at a maximum rate **5 BPM** and a maximum surface pressure of **4000 psi**. Drop a total of 200, 1.3 SG ball sealers. Drop slugs of around 25 balls per 300 gallons.

Displace acid with 8.6 PPG cut brine water -- do not over displace. Record ISIP, 5 & 10 minute SIP's. RD and release DS services.

* Acid system to contain:	1 GPT A264	Corrosion Inhibitor
	8 GPT L63	Iron Control Agents
	2 PPT A179	Iron Control Aid
	20 GPT U66	Mutual Solvent

- 9. Leave SI for 3 hours. RU swab and recover 100% of treatment and load volumes before shutting well in for night, if possible. Report recovered volumes, pressures, and/or swabbing fluid levels. Note: notify engineering of swab results before proceeding
- 10. Open well. Release packer. TOH w/ packer and WS. LD packer.
- 11. PU and GIH w/5-1/2" Arrow-Set 10k pkr & On-Off tool w/2.25" "F" profile and 3-1/2" EUE 8R L-80 work string, testing to 8,000 psi. Set pkr at 6230'. Install frac head. Pressure annulus to 500 psi to test csg and pkr. Leave pressure on csg during frac job to aid in observing communication.
- 12. MIRU frac crew. Frac Tubb perfs down 3-1/2" tubing at **40 BPM** w/ 58,000 gals of 50 Quality WF150 Foam, and 103,000 lbs. 20/40 mesh Jordan. PropNet will be pumped with the last 25,000 lbs 20/40. Max treating pressure **8,000 psi**. **Ensure extra PropNet is brought to location to use if needed!** Pump job as follows:

Pump 7,000 gal 50 Quality WF150 pad

Pump 1,000 gal 50 Quality WF150 pad containing .5 PPG 20/40 mesh Jordan

Pump 5,000 gal 50 Quality WF150 pad

Pump 1,500 gal 50 Quality WF150 pad containing 1 PPG 20/40 mesh Jordan

Pump 5,000 gal 50 Quality WF150 pad

Pump 1,500 gal 50 Quality WF150 pad containing 1.5 PPG 20/40 mesh Jordan

Pump 7,000 gal 50 Quality WF150 pad

Pump 4,000 gal 50 Quality WF150 containing 1 PPG 20/40 mesh Jordan

Pump 5,500 gal 50 Quality WF150 containing 2 PPG 20/40 mesh Jordan

Pump 6,000 gal 50 Quality WF150 containing 3 PPG 20/40 mesh Jordan

Pump 7,000 gal 50 Quality WF150 containing 4 PPG 20/40 mesh Jordan

Pump 3,500 gal 50 Quality WF150 containing 5 PPG 20/40 mesh Jordan

Pump 4,000 gal 50 Quality WF150 containing 5 PPG 20/40 mesh Jordan w/ Prop Net

Flush to 6288' with 2335 gal WF150. **Do not overflush.** SI well and record ISIP, 5, 10, and 15 minute SIP.

- 13. RD and release SLB. Leave well shut-in for 2 hours. Open well. Do not flow well wide open. Flow or bleed pressure from well recording hourly choke sizes, rates, pressures, fluid volumes. After well stabilizes, RIH w/ slick line and tag fill. Notify engineering of depth and flowback results before proceeding.
- 14. Kill well using 10 PPG brine. Release pkr. POH and stand back 3 ½" work string. LD on-off tool and pkr.
- 15. PU and RIH w/ 4-3/4" MT bit on 2-3/8 tubing to PBTD of 6790'. Circulate well clean. POH and LD bit and any workstring.
- 16. RIH w/ 2-3/8" production tubing and hang off per ALS recommendation. NDBOP. NUWH. RIH w/ rods and pump per ALS.
- 17. RD Key PU & RU. Turn well over to production. Install HF stuffing box and POC. Report producing rates, choke sizes, flowing pressures and/or fluid levels.

Engineer – Richard Jenkins

Cell: 432-631-3281 Email: rjdg@chevron.com



