Submit 3 Copies To Appropriate District Office District Is 1625 N. French Dr., Hobbs, NM 88248 ECF District II 1301 W. Grand Ave., Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 JAN 29 District IV 1220 S St Francis Dr., Santa Fe, NMHOBBS 87505	OIL CONSERVATION DIVISION Salaron Dr.	Form C-103 June 19, 2008 WELL API NO. 30-025-05953 5. Indicate Type of Lease STATE FEE 6. State Oil & Gas Lease No.
	ND REPORTS ON WELLS DORILL OR TO DEEPEN OR PLUG BACK TO A FOR PERMIT" (FORM C-101) FOR SUCH	7. Lease Name or Unit Agreement Name G. C. MATTHEWS 8. Well Number 12 9. OGRID Number 4323 10. Pool name or Wildcat
15 SMITH ROAD, MIDLAND, TEXAS 79705 4. Well Location Unit Letter P: 330 feet from the SOUTH line and 990 feet from the EAST line		
Section 6 Township 20-S Range 37-E NMPM County LEA 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3556' GL		
NOTICE OF INTENT PERFORM REMEDIAL WORK PLUG TEMPORARILY ABANDON MULT PULL OR ALTER CASING MULT DOWNHOLE COMMINGLE OTHER: INTENT TO REPAIR CSG LEA 13. Describe proposed or completed op	REMEDIAL WORD NGE PLANS COMMENCE DE CASING/CEMEN AK, ADD PERFS Derations. (Clearly state all pertinent details, and	BSEQUENT REPORT OF: RK
CHEVRON U.S.A. INC. INTENDS TO REPAIR CASING LEAK, ADD TUBB PERFS & ACIDIZE. THE INTENDED PROCEDURE, CURRENT & PROPOSED WELLBORE DIAGRAM IS ATTACHED FOR YOUR APPROVAL.		
Spud Date:	Rig Release Date:	
I hereby certify that the information above is true and complete to the best of my knowledge and belief.		
SIGNATURE TITLE REGULATORY SPECIALIST DATE 01-28-2010		
Type or print name For State Use Only		0.0.2010
APPROVED BY: Conditions of Approval (H any):	TITLE PETROLEUM EWONG	DATEDATE

G. C. Matthews # 12 Monument West Field T20S, R37E, Section 6

Job: Repair Casing Leak, Add Perfs, And Acidize Tubb Formation

Procedure:

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 1/21/2010. 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 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.
- MI & RU workover unit. Bleed pressure from well, if any. Pump down tbg with 8.6
 PPG cut brine water, if necessary to kill well. Remove WH. Install BOP's and test as
 required.
- 4. Release ArrowSet pkr at 6300'. POH Scanalogging 2 3/8" tbg string. LD on-off tool and packer. PU and GIH with 3 7/8" MT bit on 2 3/8" work string to PBTD at 6454'. POH with work string and 3 7/8" bit. LD bit. Note: If fill is found covering any perfs, cleanout to PBTD at 6454' using a bailer to minimize fluid lost into the formation. Also, do not attempt to circulate well unless absolutely necessary to minimize fluid lost into the Tubb formation.
- 5. PU and GIH with 4 ½" RBP and sqz pkr on 2 3/8" work string to 6300°. Set RBP at 6300°. Set pkr at 6290° and pressure test RBP to 1000 psi. Pressure test csg from 6290° to surface to 500 psi. Release pkr. PUH pressure testing csg using pkr and pinpoint casing leak. Pump down tbg and spot 20° sand on top of RBP. PUH and set pkr 100° above csg leak. Establish injection rate into csg leak. Report injection rate and pressure to Remedial Engineer for use in determining cement volume and slurry properties.
- 6. Release pkr. POH with 2 3/8" work string and pkr. LD pkr. PU & GIH with 4 ½" CICR on 2 3/8" work string to approximately 50' above casing leak. Pressure test tbg to 5500 psi while GIH. Set CICR 50' above casing leak. Establish injection rate into casing leak. Pressure casing annulus to 500 psi and maintain during sqz job.

- RU DS Services cementing equipment. Cement squeeze casing leak using Class C cement mixed to 14.8 PPG w/ 1.35 CFY. Attempt to achieve 2500 psi squeeze pressure. Sting out of CICR. Reverse out excess cement. RD and release DS Services cementing equipment.
- 8. POH with 2 3/8" work string and stinger. LD stinger.
- 9. PU and GIH with 3 7/8" MT bit on 2 3/8" tbg string to top of CICR. LD and drill out CICR and cement in 4 ½" casing. Reverse circulate well clean using 8.6 PPG cut brine water. Pressure test casing to 500 psi. If csg leaks, repeat cmt sqz procedure. LD and cleanout csg to top of RBP. Reverse circulate well clean from top of RBP using 8.6 PPG cut brine water. POH with 2 3/8" work string and bit. LD bit. GIH with retrieving head and engage RBP. POH with work string and RBP. LD work string and RBP.
- 10. MI & RU Baker Atlas electric line unit. Install lubricator and test to 2000 psi. GIH and conduct GR/CCL from 6454' up to 5400'. POH. GIH with 3 3/8" RHSC Gunslinger EXP-3325-321T casing guns (0.42" EH & 47" penetration) and perforate from 6270-77' and 6309-22' with 4 JSPF at 120 degree phasing, using 25 gram premium charges. POH. RD & release electric line unit. Note: Use Schlumberger Platform Express Log dated 11/7/2001 for depth correlation.
- 11. PU and GIH w/ 4 ½" Lok-Set pkr (with pump-out plug) & On-Off tool w/ 1.78" "F" profile on 2 3/8" N-80 tbg string to 6245', testing to 6500 psi. Set pkr at approximately 6245'. Release on-off tool. Displace annulus with inhibited packer fluid. Re-engage on-off tool. Pressure test casing and packer to 350 psi. Remove BOP's and install WH. Note: Do not exceed 350 psi casing pressure due to sqzd casing leak.
- 12. MI & RU DS Services. Pressure 2 3/8" tbg and shear pump-out plug. Pump down 2 3/8" production tbg string and acidize perfs 6270-6414' with 5,000 gals antisludge 15% HCl acid *** foamed with 70 Quality Nitrogen at a maximum bottom-hole rate of 5 BPM and a maximum surface pressure of 5000 psi. Ensure that all wellhead connections and valves are rated at or higher than 5000 psi WP prior to pumping. Displace acid to bottom perf at 6414' with 100% Nitrogen. Drop 160 1.3 sp.gr. ball sealers evenly dispersed throughout acid. Record ISIP, 5, 10, & 15 minute SIP's. RD and release DS Services. Note: RU pressure transducer on well casing and monitor casing pressure during acid job. Do not exceed 350 psi casing pressure due to cmt sqzd csg leak.

*** Acid system is to contain:

2 GPT A264 Corrosion Inhibitor
8 GPT L63 Iron Control Agent
3 PPT A179 Iron Control Aid
20 GPT U66 Mutual Solvent
2 GPT W53 Non-Emulsifier

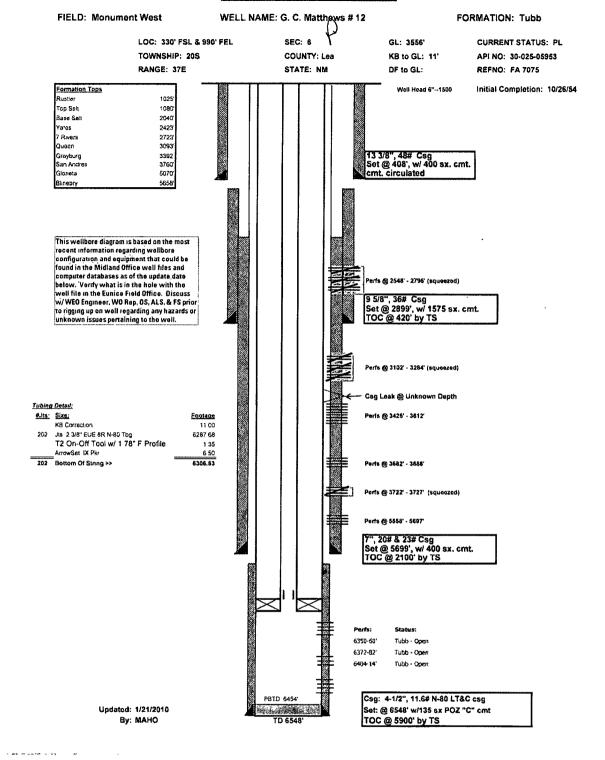
8 GPT L-47 Scale Inhibitor 5 GPT F109 Foamer

13. Hook up flowline and choke manifold. Open well and immediately flow back N2 and spent acid. If well dies prior to recovering all acid load, GIH and swab back load. RD and release workover unit. Note: If well will not flow following acid job, discuss with Engineering prior to rigging down. The decision may be made to install rod pumping equipment.

14. Turn well over to production. Report producing rates, choke sizes, flowing pressures and/or fluid levels. If well is flowing weakly, shut well in and drop SV, bumper spring, and plunger. Install surface plunger-lift controller and radio. Connect to SCADA system and import number of daily plunger trips, tbg pressure, and casing pressure. Open well and place back on production.

AMH 1/22/2010

CURRENT WELL DATA SHEET



PROPOSED WELL DATA SHEET

FORMATION: Tubb WELL NAME: G. C. Matthews # 12 FIELD: Monument West CURRENT STATUS: PL GL: 3556' LOC: 330' FSL & 990' FEL SEC: 6 API NO: 30-025-05953 COUNTY: Lea KB to GL: 11' TOWNSHIP: 20S STATE: NM DF to GL: **REFNO: FA 7075** RANGE: 37E Well Head 6"--1500 Initial Completion: 10/26/54 Formation Tops 1025 Rustler Top Salt 1080 2040 Base Salt Yates 2423 7 Rivers 2723 Queen 3093 13 3/8", 48# Csg Set @ 408', w/ 400 sx. cmt. Gravburg 3392 3760 San Andres cmt. circulated 5070 Glorieta 5658 Blinebry This wellbore diagram 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 the update date Perfs @ 2548' - 2796' (squeezed) below. Verify what is in the hole with the well file in the Eunice Field Office. Discuss 9 5/8", 36# Csg w/ WEO Engineer, WO Rep, OS, ALS, & FS prior Set @ 2899', w/ 1575 sx. cmt. TOC @ 420' by TS to rigging up on well regarding any hazards or unknown issues pertaining to the well. Perfs @ 3102' - 3284' (squeezed) Cmt Sqzd Csg Leak @ Unknown Depth Tubing Detail: Perfs @ 3425' - 3612' (squeezed) #Jts: Size: Footage KB Correction 11 00 Jts 2 3/8" EUE 8R N-80 Tbg 6225 43 200 T2 On-Off Tool w/ 1 78" F Profile 1 35 ArrowSet IX Pkr 6 50 Perfs @ 3682' - 3686' 200 Bottom Of String >> 6244.28 (squeezed) Perfs @ 3722' - 3727' (squeezed) Perfs @ 5558' - 5697' (squeezed) , 20# & 23# Csg Set @ 5699', w/ 400 sx. cmt. TOC @ 2100' by TS Perfs: Status: 6270-77 Tubb - Open 6309-22' Tubb - Open 6350-60' Tubb - Open 6372-82' Tubb - Open 6404-14' Tubb - Open

PBTD 6454'

TD 6548

Updated: 1/21/2010 By: MAHO Csg: 4-1/2", 11.6# N-80 LT&C csg

TOC @ 5900' by TS

Set: @ 6548' w/135 sx POZ "C" cmt