District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr , Santa Fe, NM 87505

Santa Fe, NM 87505 MAR 12 2010

Oil Conservation Division CEWE	Submit to appropriate District Office
1220 South St. Francis Dr.	AMENDED REPORT

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPENOBBSOCD

PLUGBA	ACK, U	K A	עע	A ZUNE										
				¹ Operator Name		ess						² 00	IRID Numbe	r
CHEVRON U.S.A. INC									4323	4323				
15 SMITH ROAD										API Number				
				MIDLAND, TE	XAS 7970)5					30-025-32	2495	/	
³ Prope	rty Code					5	Property	Name	⁶ Well No.				li No.	
24	1938						FB DA	VIS	5				5 -	
			9	Proposed Pool 1							¹⁰ Prop	osed F	Pool 2	
	LANGLIE	MAT	FIX SE	EVEN RIVERS Q	UEEN GR.	AYBU	₹G							
⁷ Surface	Locatio	n												
UL or lot no	Section	Town	ship	Range	Lot I	Idn	Feet fr	om the	North/So	outh line	Feet from the	Eas	st/West line	County
Н	8	23-S		37-E			19	80	NORTH	ſ	330		EAST	LEA 🖌
⁸ Proposed	Bottom F	L Jole I	ocat	ion If Differer	t From S	urface	L							
UL or lot no	Section		nship	Range	Lot 1		Feet fre	om the	North/South line Feet from the		East/West line Co		County	
	Section		nomp	, mage										
A 1 1.	1 337 11													
Additiona		Info	rmat											
	Type Code GBACK			¹² Well Type Co	de		¹³ Cabl	e/Rotary		14	⁴ Lease Type Code	_	¹⁵ Grou	and Level Elevation 3319' GL
											r ~			-
	lultiple			¹⁷ Proposed Dep	th			mation	¹⁹ Contractor ²⁰ Spud Date				²⁰ Spud Date	
I	0			7250'			GRAY	BURG						
²¹ Propos	ed Casi	ng a	nd C	ement Prog	ram									
			Setting Depth Sacks of Cement Estimated		Estimated TOC									
NO CHA	NGE													
											_			16 - I
		<u> </u>												

²² Describe the proposed program If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone Describe the blowout prevention program, if any Use additional sheets if necessary

CHEVRON USA INC INTENDS TO RECOMPLETE THE SUBJECT WELL INTO THE LANGLIE MATTIX 7 RIVERS QUEEN GRAYBURG, ACIDIZE & FRAC

PLEASE FIND ATTACHED, THE INTENDED PROCEDURE, WELLBORE DIAGRAM, C-102 PLAT, & C-144 PIT INFORMATION

Permit Expires 2 Years From Approval Date Unless Drilling Underway Plag back
--

²³ I hereby certify that the information is best of my knowledge and belief	given above is true and complete to the	OIL CONSERVATION DIVISION				
Signature	n Beston	Approved by:				
Printed name DENISE PINKERTON		Title PETPROLEUM ENGINEER				
Title [.] REGULATORY SPECIALIST		Approval Date MAR 1.5 2010	Expiration Date:			
E-mail Address [.] leakejd@chevron.com						
Date 03-11-2010	Phone: 432-687-7375	Conditions of Approval Attached				

7

Procedure:

1

- 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 3/9/2010. 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.
- 3. MI & RU workover unit. Bleed pressure from well, if any. Pump down csg with 8.6 PPG cut brine water, if necessary to kill well. POH with rods and pump. Remove WH. Install BOP's and test as required. Release TAC. POH LD 2 3/8" tbg string and TAC.
- 4. PU and GIH with 6 1/8" MT bit and 2 7/8" work string to approximately 6350'. POH with work string and bit. LD bit.
- 5. MI & RU Baker Atlas electric line unit. Install lubricator and test to 1000 psi. GIH and conduct GR/CCL from PBTD up to 3000'. POH. GIH and set CIBP at 6300'. POH. GIH and dump, bail 35' of cement on top of CIBP at 6300'. POH. GIH and set CIBP at 6050'. POH. GIH and dump bail 35' of cement on top of CIBP at 6050'. POH. Pressure test casing and CIBP to 500 psi. GIH with 3 3/8" RHSC Gunslinger casing guns (0.42" EH & 47" penetration) and perforate from 3711-17', 3719-23', 3728-32', 3774-82', 3807-16', 3821-27', 3834-42', 3850-54', 3860-66', and 3894-3902' with 4 JSPF at 120 degree phasing, using 25 gram premium charges. POH. RD & release electric line unit. Note: Use Halliburton Spectral Density Dual Spaced Neutron Casing Log dated 9/18/1994 for depth correlation.
- 6. PU and GIH w/ 7" PPI pkr (with 10' element spacing) and SCV on 2 7/8" work string to approximately 3900'. Test tbg to 5500 psi while GIH.
- 7. MI & RU DS Services. Acidize perfs 3711-3902' with 2,000 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
3894-3902'	200 gals	¹ / ₂ BPM	3893-3903'
3860-66'	200 gals	¹ / ₂ BPM	3858-68'
3850-54'	200 gals	¹ / ₂ BPM	3848-58'
3834-42'	200 gals	¹ / ₂ BPM	3833-43'
3821-27'	200 gals	¹ / ₂ BPM	3820-30'
3807-16'	200 gals	¹ / ₂ BPM	3806.5-16.5'
3774-82'	200 gals	¹ / ₂ BPM	3773-83'
3728-32'	200 gals	¹ / ₂ BPM	3726-36'
3719-23'	200 gals	1/2 BPM	3717.5-27.5'
3711-17'	200 gals	1/2 BPM	3708-18'

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. <u>Note:</u> 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 500 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 8 GPT L63	Corrosion Inhibitor Iron Control Agent
	2 PPT A179	Iron Control Aid
	20 GPT U66 2 GPT W53	Mutual Solvent Non-Emulsifier

- Release PPI pkr and PUH to approximately 3675'. Set pkr at 3675'. Fish SCV. 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.
 <u>Note</u>: Selectively swab perfs as directed by Engineering if excessive water is produced.
- 9. Open well. Release PPI pkr. POH with tbg and PPI packer. LD PPI tool.
- 10. PU and GIH w/ 7" Arrow-Set 10K pkr & On-Off tool w/ 2.25" "F" profile and 117 jts. of 3 ¹/₂" EUE 8R L-80 work string, testing to 8500 psi. Set pkr at approximately 3600'. Install frac head. Pressure annulus to 500 psi to test csg and pkr. Leave pressure on csg during frac job to observe for communication.
- 11. MI & RU DS Services and Tracer-Tech Services (Mike Mathis (866) 595-3115). Frac well down 3 ½" tubing at 40 BPM with 88,000 gals of YF125, 176,000 lbs. 16/30 mesh Jordan Sand, and 30,000 lbs resin-coated 16/30 mesh CR1630 proppant. Observe a maximum surface treating pressure of 8000 psi. Tag frac with 2 radioactive isotopes (1 in regular sand stages, and 1 in resin-coated proppant stage). Pump job as follows:

Pump 2,000 gals 2% KCL water containing 55 gals Baker RE 4777-SCW Scale Inhibitor at **6 BPM** Pump 1,000 gals 2% KCL water spacer at **20 BPM** Pump 14,000 gals YF125 pad containing 5 GPT J451 Fluid Loss Additive at **40 BPM** Pump 14,000 gals YF125 containing 0.5 PPG 16/30 mesh Jordan Sand & 5 GPT J451 FL Additive Pump 12,000 gals YF125 containing 1.5 PPG 16/30 mesh Jordan Sand Pump 12,000 gals YF125 containing 2.5 PPG 16/30 mesh Jordan Sand Pump 14,000 gals YF125 containing 3.5 PPG 16/30 mesh Jordan Sand Pump 16,000 gals YF125 containing 4.5 PPG 16/30 mesh Jordan Sand Pump 6,000 gals YF125 containing 5 PPG resin-coated 16/30 mesh CR1630 proppant.

Flush to 3600' with 1,315 gals WF125. <u>Do not overflush.</u> Shut well in. Record ISIP, 5, 10, and 15 minute SI tbg pressures. SWI. RD & Release DS Services and Tracer-Tech Services. <u>Leave well SI overnight.</u>

- 12. Open well. Bleed pressure from well, if any. Release pkr. POH LD 3 ¹/₂" work string, on-off tool, and pkr.
- 13. PU and GIH with 6 1/8" MT bit on 2 7/8" work string to approximately 4300'. If fill is tagged above 4300', cleanout to 4300' using 8.6 PPG cut brine water and air unit if necessary. POH with 2 7/8" work string and bit. LD bit.
- 14. PU & GIH with 7" pkr on 2 7/8" work string to 3600'. Set pkr at 3600'. Open well. GIH and swab well until there is no sand inflow. Swab well for at least 3 hours before logging. MI & RU Baker Atlas electric line unit. Install lubricator and test to 1000 psi. GIH and conduct after-frac PRISM GR/Temp/CCL log from 4300' up to 3300'. POH. RD & release electric line unit. Note: Correlate logs and run flat with Baker Atlas GR/CCL Log conducted in Step # 5.
- 15. Release pkr. POH LD 2 7/8" work string and pkr.
- 16. 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 118 jts 2 7/8" EUE 8R J-55 tbg, testing to 5000 psi. Set TAC at 3650', with EOT at 4050' and SN at 4015'.
- 17. Remove BOP's and install WH. GIH with rods, weight bars, and pump per ALS recommended design. RD & release pulling unit.
- 18. Turn well over to production. Report producing rates, choke sizes, flowing pressures and/or fluid levels.

AMH 3/9/2010

1



.



ŕ

<u>District I</u> 1625 N. Franch D.		M 00240	,					Form C-102		
District II		Hobbs, NM 88240 Energy Minerals & Natural Resources Department nue, Artesia, NM 88210								October 12, 2005 ate District Office
District III MAR 12 2010 Image: Construct of the econd state of th									Fee	Lease - 4 Copies Lease - 3 Copies NDED REPORT
			ELL LO			REAGE DEDIC	CATION PLA	Α Τ		
1	API Numbe 30-025-32495			² Pool Code 37240		NGLIE MATTIX 7 RIVE	³ Pool N CRS QUEEN GRAY	_		
⁴ Property (Code				⁵ Propert F.B. D				6 W	vell Number 5
					CHEVRON	Perator Name ⁹ Elevation RON U.S.A. INC. 3319' GL				
<u></u>	-				¹⁰ Surface	e Location				
UL or lot no. H	Section 8	Township 23-S	nip Range Lot Idn Feet from the North/South line Feet from the					East/West line EAST		County LEA
			$^{-11}$ Bc	ottom Ho	le Location	If Different Fron	n Surface			
UL or lot no.	Section	Township							t/West line	County
¹² Dedicated Acres 40	s ¹³ Joint o	I Infill ¹⁴ C	onsolidation	Code ¹⁵ Or	der No.			I		
No allowable v division.	will be ass	signed to thi	is complet	tion until al	l interests hav	e been consolidated	or a non-standa	rd unit ha	s been apj	proved by the

[;		·	/	$\underline{\Lambda}$	
16					¹⁷ 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
			2		the proposed bottom hole location or has a right to drill this well at this
			R.		location pursuant to a contract with an owner of such a mineral or working
			16		interest, or to a voluntary pooling agreement or a compulsory pooling
					order heretofore entered by the division
			,,,	4	Unise In Kerton 03-11-2010
					Signature Date
				1	DENISE PINKERTON REGULATORY SPECIALIST
					Printed Name
			15	、 н	
			r 🖤	330'	>
			\	520	
			1		¹⁸ SURVEYOR CERTIFICATION
				1	I hereby certify 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
					Date of Survey
					Signature and Seal of Professional Surveyor
				l l	-
,					
					Certificate Number