*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

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

State of New Mexico Energy Minerals and Natural Resources

Form C-101 June 16, 2008

Oil Conservation Division CEN Submit to appropriate District Office

1220 South St. Francis Dr. 0CT 2 5 2010

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, OBBSOCD

PLUGBA	ACK, C)R AD	D A ZONE	;	,		,						
		¹ Operator Nam CHEVRON U		SS		² OGRID Number							
			15 SMITH				4323 3 API Number						
	_	MIDLAND, TI		30 – 025-29092									
³ Property Code S Property W.A. RAMS													
Proposed Pool 1 PADDOCK									10 Prop	osed Pool 2			
⁷ Surface	Locatio	on					.						
UL or lot no.	ot no. Section Township Range		Lot I	Lot Idn Feet from the 905'		North/South line NORTH		Feet from the 990'	East/West line EAST		County		
⁸ Proposed Bottom Hole Location If Different From Surface													
UL or lot no.	Section	Townshi		Lot I		rom the	om the North/South lin Feet from		Feet from the	East/West	East/West line Co		
Additiona	al Well	Inform	ation		L				<u> </u>	L	L		
	Type Code GBACK	7	¹² Well Type Co O	ode	¹³ Cab	le/Rotary	/Rotary 14 Lease Type Code S		15 Ground Level Elevation 3515' GL				
	lultiple NO		¹⁷ Proposed De 6,850'			rmation DOCK	¹⁹ Contractor		²⁰ Spud Date				
21 Propos	ed Casi	ng and	Cement Prog	ıram			•						
Hole S			asing Size Casing weight/foot			Setting Depth		Sacks of Cement		Estimated TOC			
NO CHA	NGE	†				1	, , , , , , , , , , , , , , , , , , ,		 				
		↓				-							
22 Describe t	ne propose	d nrogram	If this application	is to DEFE	PEN or PLUG B	ACK gi	ve the date	on the n	resent productive z	one and pror	nosed new i	productive zone	
			program, if any. Us				ve the data	i on the p	resent productive 2	one and prop	osed new j	productive zone.	
CHEVRON	U.S.A. INC	C. INTEN	DS TO RECOMPL	ETE THE S	SUBJECT WEL	L INTO	THE PAD	DOCK F	ORMATION AND	ACIDIZE.	. •	•	
PLEASE FIN	D ATTAC	HED, THI	E INTENDED PRO	CEDURE,	WELLBORE D	IAGRAN	И, С-102 І	PLAT, &	C-144 PIT INFOR	MATION.		•	
						Pe	rmit E	xpires	2 Years Fro	m App	Loasi		
						-	Date	Unles	s Dr illing U o	udorwaz	7		
									Plug	DOC	L.K.		
²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.							OIL CONSERVATION DIVISION						
Signature: Q							Approved by:						
Dense tinterton							March						
Printed name: DENISE PINKERTON							Title: PETROLEUM ENGINEER						
Title: REGULATORY SPECIALIST						Approval Date: Expiration Date:							
E-mail Address: leakejd@chevron.com								I					
Date: 10-22-2010	(\	Phone: 432-687-737	75		Conditions of Approval Attached							

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District 1V

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Form C-102

District Office

Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
Revised July 16, 2010
Submit one copy to appropriate
District Office

1220 South St. Francis Dr. Santa Fe, NM 87505

OCT 25 2010

☐ AMENDED REPORT

HOBBSOCD

		<u>V</u>	AFTT TO	CATIO	N AND ACK	EAGE DEDIC	ATION PLA	. l		
1 /	r /		² Pool Code		*	me				
30-025-29092				49210		PADDOCK				
⁴ Property Code				6 V	⁶ Well Number					
271	O				8					
7 OGRID No.				5	⁹ Elevation					
4323					3515' GL					
¹⁰ Surface Location										
UL or lot no.	Section	Township Range L		Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
A	25	21-S	36-E		905	NORTH	990	EAST	LEA	
			¹¹ Bo	ottom Ho	le Location If	Different From	n Surface			
JL or lot no. Section		Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.										
40										
	Į									

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.

	 <u> </u>	
	\$8 990')	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 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. 10-22-2010 Nignature Date DENISE PINKERTON REGULATORY SPECIALIST Printed Name Leakeid@chevron.com E-mail Address 18 SURVEYOR CERTIFICATION 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:
		Certificate Number

W. A. Ramsey (NCT-B) # 8
Paddock Field
T21S, R36E, Section 25
Job: Plugback To Paddock Formation And Acid Stimulate

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 10/6/2010. 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/1000 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. Note: Prior to performing this step of the procedure, ensure that all valves, pipe, and fittings that will be exposed to test pressure are rated higher than the planned test pressure.
- 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. Remove WH. Install BOP's and test to 2000 psi. POH scanalogging 2 7/8" tbg string. LD all tbg except 5500' of 2 7/8" EUE 8R J-55 yellow-band and LD all sub pump equipment.
- 4. PU and GIH with 4 3/4" MT bit and 2 7/8" production tbg string to approximately 5500'. POH with tbg string and 4 3/4" bit. LD bit.
- 5. MI & RU Baker Atlas electric line unit. Install lubricator and test to 2000 psi. GIH and set CIBP at 5450'. 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 5180-93' with 4 JSPF at 120 degree phasing, using 25 gram premium charges. POH. GIH and dump bail 35' of cement on top of CIBP at 5450'. POH. RD & release electric line unit. Note: Use csg collars from Baker Atlas Cement Bond Log dated 5/8/2006 for depth correction.
- 6. PU and GIH w/ 5 ½" pkr on 2 7/8" tbg string to approximately 5150'. Set pkr at 5150'. Pressure annulus to 500 psi to test pkr. Maintain annulus pressure during acid job to observe for communication.
- 7. MI & RU Schlumberger/Halliburton/Petroplex Services. Acidize perfs 5180-93' with 1,000 gals anti-sludge 15% HCl acid * at a maximum rate of 1 BPM and a maximum surface pressure of 3500 psi. Spot acid across perfs at beginning of job and let soak to lower breakdown pressure and prevent communication. Displace acid with 8.6 PPG cut brine water -- do not overdisplace. Record ISIP, 5 & 10 minute SIP's. RD and release pumping services. Note:

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.

* Acid system is to contain:

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

- 8. Shut well in and let acid soak for 1 hour. Open well and swab back acid load. 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.
- 9. Open well. Release pkr. POH with tbg and packer. LD pkr.
- 10. 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, 2 jts 2 7/8" EUE 8R J-55 yellow-band tbg, TAC, and 165 jts 2 7/8" EUE 8R J-55 yellow-band tbg, testing to 5000 psi. Set TAC at 5120', with EOT at 5260' and SN at 5225'.
- 11. Remove BOP's and install WH. GIH with rods, weight bars, and pump per ALS recommended design. RD & release pulling unit.
- 12. Turn well over to production. Report producing rates, choke sizes, flowing pressures and/or fluid levels.

AMH 10/6/2010