

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980
DISTRICT II
P.O. Box Drawer DD, Artesia, NM 88211-0719
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
DISTRICT IV
P.O. Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-10/
Revised February 10, 199
Instructions on back
Submit to Appropriate District Office
State Lease - 6 Copie
Fee Lease - 5 Copie

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address TEXACO EXPLORATION & PRODUCTION INC. 205 E. Bender, HOBBS, NM 88240		² OGRID Number 022351
⁴ Property Code 011125	⁵ Property Name VACUUM GLORIETA WEST UNIT	³ API Number 30-025-21432
⁶ Well No. 61		

⁷ Surface Location									
UI or lot no	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County
A	36	17S	34E		660	NORTH	760	EAST	LEA

⁸ Proposed Bottom Hole Location If Different From Surface									
UI or lot no	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County
P	25	17S	34E		565	SOUTH	760	EAST	LEA
⁹ Proposed Pool 1 VACUUM GLORIETA					¹⁰ Proposed Pool 2				

¹¹ Work Type Code P	¹² WellType Code O	¹³ Rotary or C.T. R	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 3991' GL
¹⁶ Multiple No	¹⁷ Proposed Depth 6027'TVD	¹⁸ Formation GLORIETA	¹⁹ Contractor	²⁰ Spud Date 1/15/00

²¹ Proposed Casing and Cement Program					
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
NO CHANGE					

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.

TEXACO INTENDS TO DRILL A 1200' LATERAL FROM THE EXISTING WELLABORE. THE INTENDED OVERVIEW AND PROCEDURE ARE ATTACHED.

Approved By: *[Signature]*
Lateral

²³ I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *J. Denise Leake*
Printed Name: J. Denise Leake
Title: Engineering Assistant
Date: 12/20/99
Telephone: 397-0405

OIL CONSERVATION DIVISION	
Approved By: <i>[Signature]</i> DISTRICT SUPERVISOR	Title:
Approval Date: DEC 30 1999	Expiration Date:
Conditions of Approval: Attached	

OVERVIEW

The Vacuum Glorieta West Unit #61 well (formerly State BA #10) is currently producing 1 BOPD and 270 BWPD in the Glorieta formation. The well is perforated from 6023'-6118'. This well was drilled in 1965. It has 5-1/2" 17# J-55 casing. It is proposed to drill a +/-1225 foot lateral at 0 degrees in the Glorieta formation. The basic well plan is as follows:

- a) TOOH with the pump and tubing. Run a casing scraper to 6000'. Set a 5-1/2" cement retainer at +/-5918'. Squeeze existing perforations, cap with 5' of cement and pressure test to 800 psi. TIH with a 3 degree bottom trip whipstock (casing collar at +/-5922', top of window +/-5902', bottom of window +/-5908'). Attached is a correlation log.
- b) Drill a short radius curve using a 4-3/4" bit to a measured depth of +/-6089' (TVD +/-6027') with a 0 degree azimuth. The final angle will be 89.42 degrees from vertical. Drill +/-1116' horizontal section. The end point will be +/-7205' MD, +/-6036' TVD and +/-1225' vertical section.
- d) Foam/acid wash horizontal lateral using a coiled tubing unit and 20 gallons/foot 15% HCl. Place well on production.

50% LOST IN HOLE INSURANCE FOR THE DOWNHOLE MOTOR AND MWD IS INCLUDED WITH THE DAILY RATE FROM SCIENTIFIC DRILLING.

PROPOSED WORK

PRODUCTION HOLE:

1. TOOH with pump and tubing. TIH with casing scraper to 6000'. Set a 5-1/2" cement retainer at 5918'. Establish injection rate. Squeeze Glorieta perforations 6023'-6118' with 150 sacks of Class "H" cement containing 0.3% D156 fluid loss and 0.4% D65 dispersant followed by 100 sacks of Class "H" neat cement (15.6 ppg). Pump at less than 2 BPM, slowing to 0.5 BPM at the end of the job (no hesitation). TOOH. TIH and polish off cement top to +5914'. Pressure test the squeeze to 1000 psi. TOOH. Correlate the casing collars with the production logs (casing collar at 5922' & 5892'). TOOH.
2. Strap the pipe going in the hole. This measurement will be used when setting the whipstock. Accuracy is very important. Check the strap with the wire line measurement. TOOH.
3. TIH with bottom set retrievable whipstock, starting mill, orientation sub and drill pipe. Stop at a point 5-10' above the RBP and run a gyro. Take a gyro reading to determine the direction of the whipstock face. Rotate the pipe as needed to achieve the required direction (azimuth 0 degrees). Lower the pipe to within one foot of the RBP and take another gyro reading. Rotate pipe again, if necessary, to obtain the required direction. This step may need to be made several times until confident the whipstock is oriented in the proper direction. Pull the gyro to surface, recording the orientation of the wellbore.
4. Lower the drill pipe to set the whipstock. The weight indicator will jump indicating the plunger shear pin is sheared and the whipstock is set. Continue setting down to shear the starting mill bolt. The weight indicator will jump, indicating the bolt is sheared.
5. Pick up the power swivel and begin circulating. Pick up the drill pipe until the starting mill has cleared the whipstock and start rotation. Lower the drill pipe slowly until the torque gauge suggest the starting mill is contacting the casing. Adjust weight and speed until satisfied with the penetration rate. Mill to a predetermined depth that will assure the setting lug is completely removed and a cut out in the casing has been initiated. TOOH.
6. TIH with the metal muncher window mill, string mill and the watermelon mill. Resume milling operations and mill until the complete assembly has cleared the casing. Pick up and lower the string several times without rotation to assure a good clean window has been obtained. Circulate the hole clean. TOOH.

7. Inspect the mill on the surface. If extreme wear is evident, consideration should be given to repeating the above step.

HORIZONTAL PRODUCTION HOLE:

1. Rig up Scientific Drilling Company. Adjust plan to target as necessary. Trip in the hole with Scientific Drilling's curve building assembly. This will be a 4-3/4" insert bit, 3-3/4" PDM, float sub/orienter combo, 2-flexible monel collars and 2-7/8" AOH drill pipe.
2. Build curve to estimated target depths and angles as follows:

True Vertical Depth	6027'
Measured Depth	6089'
Final Angle	89.42 degrees
Target Azimuth	0 degrees
Build Rate	52.08 degrees/100'

Drill the curve sliding as necessary to stay on target. It is recommended that after each slide, the bit be pulled back and washed through the slide. Once the curve is built, rotate through the curve section noting tight spots and fill. Make at least one short trip prior to tripping out of the hole.
3. Trip in the hole with Scientific Drilling's lateral assembly. This will be a 4-3/4" PDC bit, 3-3/4" articulated motor, float sub/orienter combo, 2 - flexible monel collars and 2-7/8" AOH drill pipe.
4. Drill +/-1116' of horizontal hole per the attached Scientific well plan.
5. Continue drilling the horizontal section per the Texaco Engineer (Kevin Hickey 915-688-2950, home 915-684-8136) recommendations.
6. Trip out of the hole with the drilling assembly.
7. Set a wireline set, tubing retrievable bridge plug for 5-1/2" casing at +/- 5850'. Test plug to 1000 psi.
8. Lay down the drill pipe.
9. Nipple down the BOP stack. Install a manual 3000 psig BOP equipped with blind rams and 2-7/8" pipe rams. Release the rig. Rig down and move out rotary tools.

COMPLETION PROCEDURE:

1. Back drag the location and set pulling unit anchors.
2. Move in and rig up a pulling unit.
3. Trip in the hole with a retrieving head on 2-7/8" tubing. Retrieve the plug. Trip out of the hole and lay down the plug. TIH with coiled tubing and foam/acid wash the lateral. Use a bent joint to orient into the lateral.
4. Flow back immediately.
5. Place on production.

POTENTIAL PROBLEMS:

Horizontal Production hole:

- a) Loss circulation material and/or other plugging agents are not to be used in this portion of the hole.
- b) The horizontal lateral will be drilled with fresh water from the Vacuum fresh water supply well.
- c) No hydrogen sulfide is expected, but H₂S detection equipment is to be installed.

MUD PROGRAM:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Viscosity</u>	<u>Remarks</u>
Curve	Fresh Water	8.4 ppg	35	Raise visc. with starch and gel
Horizontal	Fresh Water	8.4-9.0 ppg	28-29	Circulate reserve

12/6/99

EVALUATION PROGRAM

Coring:

No cores are anticipated.

Mud Loggers:

A mud logger will be rigged from the start of the curve to total depth. Contact Kevin Hickey at (915) 688-2950 for the name of the mud logger.

Open Hole Logs:

The following open hole logs will be run in the vertical section of the well:

Run 1: Gyro from 5908' - surface for determination of bottom hole location (Scientific Drilling responsibility).

The guidance system in the curve and horizontal sections of the hole will consist of a MWD system.

Horizontal Hole Logs:

No logs are anticipated.

CASING PROPERTIES

	<u>DEPTH</u>	<u>BURST</u>		<u>COLLAPSE</u>		<u>TEST</u>
		<u>Rated (75%)</u>		<u>Rated (75%)</u>		<u>PRESSURE</u>
5-1/2", 17#, J-55	0-6829'	5320	3990	4910	3683	1000

Current PBTD is 6290'.

Scientific Drilling Planning Report

Company: Texaco E & P, Inc.
Field: Vacuum Glorieta West Unit
Site: Lea County, New Mexico
Well: VGWU #61
Wellpath: Original Cased hole

Date: 8/11/1999 Time: 16:08:16 Page: 1
Co-ordinate(NE) Reference: Site: Lea County, New Mexico, Grid North
Vertical (TVD) Reference: SITE 0.0 above Mean Sea Level
Section (VS) Reference: Site (0.0E,0.0N,0.0Azi)
Plan: Plan #1

Field: Vacuum Glorieta West Unit
Local Coordinate Reference: Site Centre
Location of Field Centre: N/A
Field Centre Map Easting: ft
Field Centre Map Northing: ft
Direction of Local North: Grid
Map Projection & Zone: US State Plane Coordinate System 1927
New Mexico, Eastern Zone
Ellipsoid: Clarke - 1866
Local Vertical Reference: Wellpath Datum
Field Datum: Mean Sea Level
Geomagnetic Model: IGRF95

Site: Lea County, New Mexico

Site Centre: 796343.00 ft E 32 46 56.842 N Latitude
649720.00 ft N 103 22 8.822 W Longitude

Site Water Depth: 0.0 ft

Magnetic Declination: 8.99 deg
Grid Convergence: 0.52 deg

Measured Depths Referenced To: SITE 0.0 ft above Mean Sea Level

Well: VGWU #61

Originating From: 0.0 ft +N/-S Map Easting: 796343.00 ft
0.0 ft +E/-W Map Northing: 649720.00 ft

Wellpath: Original Cased hole

Origin of Vertical Section: Site Centre 0.0 ft +N/-S
0.0 ft +E/-W
Direction of Vertical Section: 0.00 deg

Plan: Plan #1

Date Composed: 8/11/1999
Version: 1

Principal: Yes

Locked: No

Plan Section Information

MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg	Target
5500.0	0.00	0.00	5500.0	0.0	0.0	0.00	0.00	0.00	0.00	
5917.0	0.00	0.00	5917.0	0.0	0.0	0.00	0.00	0.00	0.00	
6088.7	89.42	0.00	6027.0	108.9	0.0	52.08	52.08	0.00	0.00	
6088.7	89.42	0.00	6027.0	108.9	0.0	0.00	0.00	0.00	0.00	tget #2
6579.8	89.42	0.00	6032.0	600.0	0.0	0.00	0.00	0.00	0.00	
6583.4	89.63	0.00	6032.0	603.6	0.0	6.00	6.00	0.00	0.00	tget #3
7204.8	89.63	0.00	6036.0	1225.0	0.0	0.00	0.00	0.00	0.00	

Section 1 : Straight MD Part 1 Hold

MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg
5500.0	0.00	0.00	5500.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5600.0	0.00	0.00	5600.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5700.0	0.00	0.00	5700.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5800.0	0.00	0.00	5800.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5900.0	0.00	0.00	5900.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5917.0	0.00	0.00	5917.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00

Scientific Drilling Planning Report

Company: Texaco E & P, Inc.
Field: Vacuum Gorieta West Unit
Site: Lea County, New Mexico
Well: VGWU #61
Wellpath: Original Cased hole

Date: 8/11/1999 Time: 16:08:16 Page: 2
Co-ordinate(NE) Reference: Site: Lea County, New Mexico, Grid North
Vertical (TVD) Reference: SITE 0.0 above Mean Sea Level
Section (VS) Reference: Site (0.0E,0.0N,0.0Azi)
Plan: Plan #1

Section 2 : Inc Azi TVD Part 1 Build 52.08

MD ft	Incl deg	Azlm deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg
5920.0	1.56	0.00	5920.0	0.0	0.0	0.0	52.08	52.08	0.00	0.00
5930.0	6.77	0.00	5930.0	0.8	0.0	0.8	52.08	52.08	0.00	0.00
5940.0	11.98	0.00	5939.8	2.4	0.0	2.4	52.08	52.08	0.00	0.00
5950.0	17.19	0.00	5949.5	4.9	0.0	4.9	52.08	52.08	0.00	0.00
5960.0	22.40	0.00	5958.9	8.3	0.0	8.3	52.08	52.08	0.00	0.00
5970.0	27.60	0.00	5968.0	12.5	0.0	12.5	52.08	52.08	0.00	0.00
5980.0	32.81	0.00	5976.6	17.6	0.0	17.6	52.08	52.08	0.00	0.00
5990.0	38.02	0.00	5984.8	23.3	0.0	23.3	52.08	52.08	0.00	0.00
6000.0	43.23	0.00	5992.3	29.9	0.0	29.9	52.08	52.08	0.00	0.00
6010.0	48.44	0.00	5999.3	37.0	0.0	37.0	52.08	52.08	0.00	0.00
6020.0	53.65	0.00	6005.6	44.8	0.0	44.8	52.08	52.08	0.00	0.00
6030.0	58.86	0.00	6011.1	53.1	0.0	53.1	52.08	52.08	0.00	0.00
6040.0	64.06	0.00	6015.9	61.9	0.0	61.9	52.08	52.08	0.00	0.00
6050.0	69.27	0.00	6019.9	71.1	0.0	71.1	52.08	52.08	0.00	0.00
6060.0	74.48	0.00	6023.0	80.6	0.0	80.6	52.08	52.08	0.00	0.00
6070.0	79.69	0.00	6025.2	90.3	0.0	90.3	52.08	52.08	0.00	0.00
6080.0	84.90	0.00	6026.6	100.2	0.0	100.2	52.08	52.08	0.00	0.00
6088.7	89.42	0.00	6027.0	108.9	0.0	108.9	52.08	52.08	0.00	0.00

Section 3 : DT5 CH Tang Part 1 Hold

MD ft	Incl deg	Azlm deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg
6088.7	89.42	0.00	6027.0	108.9	0.0	108.9	0.00	0.00	0.00	180.00

Section 4 : DT5 CH Tang Part 2 Hold

MD ft	Incl deg	Azlm deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg
6100.0	89.42	0.00	6027.1	120.2	0.0	120.2	0.00	0.00	0.00	180.00
6200.0	89.42	0.00	6028.1	220.2	0.0	220.2	0.00	0.00	0.00	180.00
6300.0	89.42	0.00	6029.1	320.2	0.0	320.2	0.00	0.00	0.00	180.00
6400.0	89.42	0.00	6030.2	420.2	0.0	420.2	0.00	0.00	0.00	180.00
6500.0	89.42	0.00	6031.2	520.2	0.0	520.2	0.00	0.00	0.00	180.00
6579.8	89.42	0.00	6032.0	600.0	0.0	600.0	0.00	0.00	0.00	180.00

Section 5 : DT5 CH Tang Part 1 Build 6.00

MD ft	Incl deg	Azlm deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg
6583.4	89.63	0.00	6032.0	603.6	0.0	603.6	6.00	6.00	0.00	0.00

Section 6 : DT5 CH Tang Part 2 Hold

MD ft	Incl deg	Azlm deg	TVD ft	+N/-S ft	+E/-W ft	VS ft	DLS d/100ft	Build d/100ft	Turn d/100ft	TFO deg
6600.0	89.63	0.00	6032.1	620.2	0.0	620.2	0.00	0.00	0.00	180.00
6700.0	89.63	0.00	6032.8	720.2	0.0	720.2	0.00	0.00	0.00	180.00
6800.0	89.63	0.00	6033.4	820.2	0.0	820.2	0.00	0.00	0.00	180.00
6900.0	89.63	0.00	6034.1	920.2	0.0	920.2	0.00	0.00	0.00	180.00
7000.0	89.63	0.00	6034.7	1020.2	0.0	1020.2	0.00	0.00	0.00	180.00
7100.0	89.63	0.00	6035.3	1120.2	0.0	1120.2	0.00	0.00	0.00	180.00
7204.8	89.63	0.00	6036.0	1225.0	0.0	1225.0	0.00	0.00	0.00	180.00

TEXACO
STATE BA NO. 10
API# 30025214320000

0 - 1542' Cement 600 sx

0 - 1542' 12.25" OD Openhole

1000 - 6829' Cement 1576 sx (TEMP)

0 - 1542' 8.625" OD Surface Casing

1542 - 6830' 7.875" OD Openhole

6290 - 6300' Plug (10' CMT CAP)

6562 - 6679' Abandoned Perfs

0 - 6829' 5.5" OD Production Casing

PBTD: 6723'

TD: 6830'

660 FNL & 760 FEL

SEC 36 , TWN 17 S, RANGE 34 E

ELEVATION: 4001 DF

COMPLETION DATE: 07-03-65

COMPLETION INTERVAL: 6023 - 6041 (PDCK)

TRT: 1000 GALS ACID (6023 - 6041)

IP: 100 BOPD, 0 MCFD, 6 BWPD (FLOWING)

SECOND CMPL INTRVL: 6562 - 6679 (BLBR)

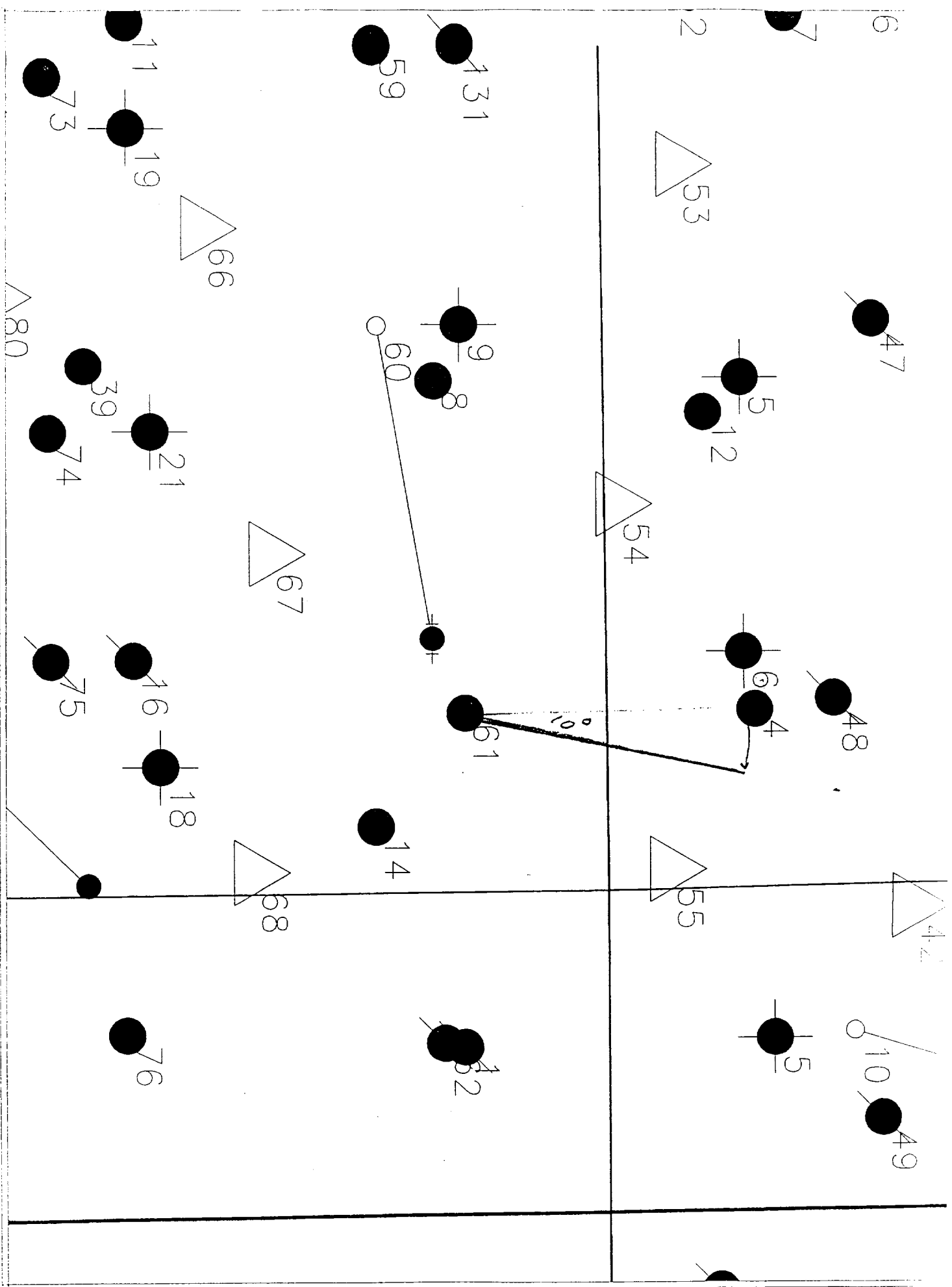
IP: 24 BOPD, 0 MCFD, 50 BWPD (PUMPING)

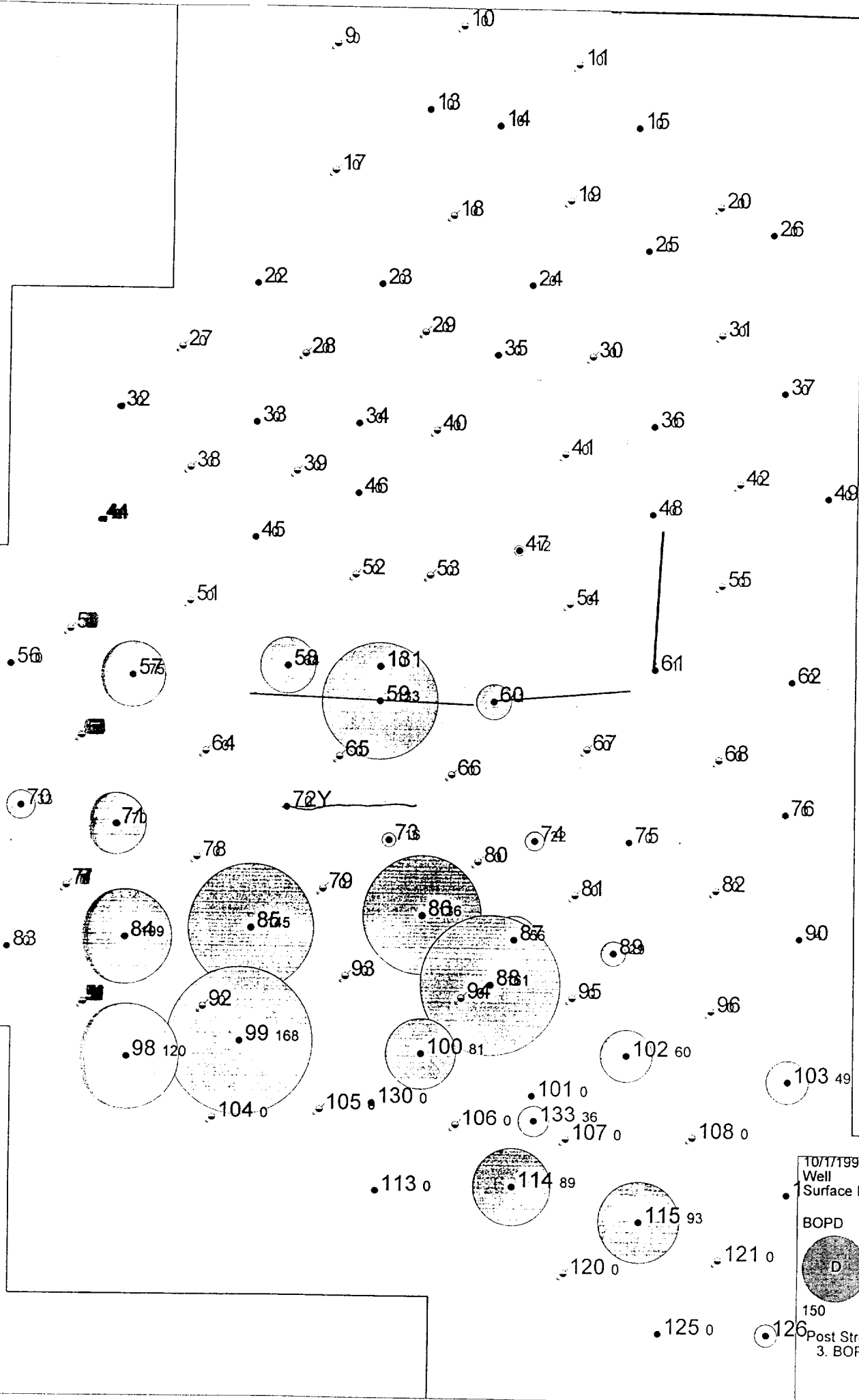
CURRENT STATUS: SHUT-IN

6023 - 6118' Perfs (12/73)

6023 - 6041' Perfs

6154 - 6205' Perfs (3/88)





DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88211-0719

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

P.O. Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

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Form C-10 2

Revised February 10, 199

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copie

Fee Lease - 3 Copie

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-21432	² Pool Code 62160	³ Pool Name VACUUM GLORIETA
⁴ Property Code 011125	⁵ Property Name VACUUM GLORIETA WEST UNIT	⁶ Well No. 61
⁷ OGRID Number 022351	⁸ Operator Name TEXACO EXPLORATION & PRODUCTION INC.	⁹ Elevation 3991' GL

¹⁰ Surface Location

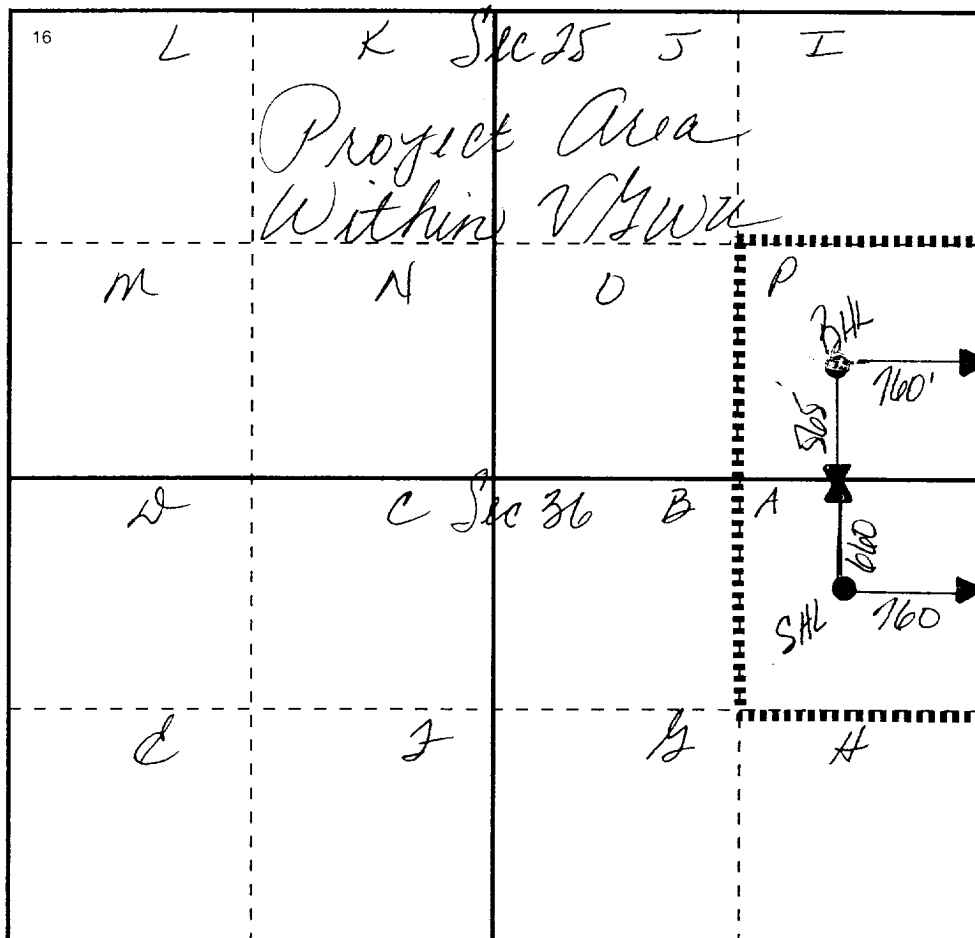
UI or lot no	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County
A	36	17S	34E		660	NORTH	760	EAST	LEA

¹¹ Bottom Hole Location If Different From Surface

UI or lot no	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County
P	25	17S	34E		565	SOUTH	760	EAST	LEA

¹² Dedicated Acre 80	¹³ Joint or Infill No	¹⁴ Consolidation Code	¹⁵ Order No.
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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

¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information
contained herein is true and complete to the
best of my knowledge and belief

Signature

Printed Name

J. Denise Leake

Position

Engineering Assistant

Date

12/20/99

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 knowledge and
belief.

Date Surveyed

Signature & Seal of

Professional Surveyor

Certificate No.

