Form 3160-3 (June 2015)

OCD - HOBBS 09/12/2018 FORM OMB N Expires: J 5. Lease Serial No.

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018 MIN F SUKT F

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

BUREAU OF LAND MANA	GEMENT		NMNM090587		
APPLICATION FOR PERMIT TO DE	RILL OR REENTER		6. If Indian, Allotee o	or Tribe Name	
	ENTER		7. If Unit or CA Agre	ement, Name and	No.
1b. Type of Well: ✓ Oil Well ☐ Gas Well ☐ Oth	er	İ	8. Lease Name and W	Vell No.	
1c. Type of Completion: Hydraulic Fracturing Sin	gle Zone 📝 Multiple Zone		LOST TANK 30-19 31H [32	FEDERAL COM	
2. Name of Operator OXY USA INCORPORATED [16696]			9. API Well No. 30-025-4518	2	
3a. Address	b. Phone No. (include area coa	le)	10. Field and Pool, or	Exploratory [98	3296
5 Greenway Plaza, Suite 110 Houston TX 77046	(713)366-5716		WILDCAT WOLFCA	AMP / WOLFCAN	/IP
4. Location of Well (Report location clearly and in accordance wi	th any State requirements.*)		11. Sec., T. R. M. or I	Blk. and Survey or	Area
At surface LOT 1 / 240 FNL / 880 FWL / LAT 32.383595	2 / LONG -103.7200974		SEC 19 / T22S / R3	2E / NMP	
At proposed prod. zone LOT 4 / 180 FSL / 380 FWL / LAT	32.3556846 / LONG -103.72	16992			
14. Distance in miles and direction from nearest town or post office 26 miles	e*		12. County or Parish LEA	13. State NM	
15. Distance from proposed* 50 feet	16. No of acres in lease	17. Spacin	g Unit dedicated to thi	is well	
location to nearest	343.55	320			
18 Distance from proposed location*	19. Proposed Depth	20. BLM/	BIA Bond No. in file		
to nearest well, drilling, completed, applied for, on this lease, ft.	11778 feet / 22047 feet	FED: ESI	B000226		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will	start*	23. Estimated duratio	n	
3609 feet (08/05/2018		25 days		
	24. Attachments				
The following, completed in accordance with the requirements of (as applicable)	Onshore Oil and Gas Order No.	l, and the H	ydraulic Fracturing ru	le per 43 CFR 316	2.3-3
Well plat certified by a registered surveyor. A Drilling Plan.	4. Bond to cover the Item 20 above).	ne operations	s unless covered by an	existing bond on fi	le (see
3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office).			mation and/or plans as r	may be requested by	y the
25. Signature (Electronic Submission)	Name (Printed/Typed) David Stewart / Ph: (713	366-5716	ľ	Date 03/06/2018	
Title Sr. Regulatory Advisor					
Approved by (Signature)	Name (Printed/Typed)			Date	
(Electronic Submission)	Cody Layton / Ph: (575)	234-5959		08/29/2018	
Title	Office				

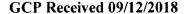
Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

CARLSBAD

Conditions of approval, if any, are attached.

Assistant Field Manager Lands & Minerals

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.





KZ 09/12/2018

(Continued on page 2)

*(Instructions on page 2)



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: David Stewart Signed on: 03/06/2018

Title: Sr. Regulatory Advisor

Street Address: 5 Greenway Plaza, Suite 110

City: Houston State: TX Zip: 77046

Phone: (713)366-5716

Email address: David_stewart@oxy.com

Field Representative

Representative Name: Jim Wilson

Street Address: 6001 Deauville

City: Midland State: TX Zip: 79706

Phone: (575)631-2442

Email address: jim_wilson@oxy.com



U.S. Department of the Interior **BUREAU OF LAND MANAGEMENT**

Application Data Report

APD ID: 10400028106

Submission Date: 03/06/2018

Operator Name: OXY USA INCORPORATED

Well Name: LOST TANK 30-19 FEDERAL COM

Well Type: OIL WELL

Well Number: 31H

Well Work Type: Drill

Show Final Text

Section 1 - General

APD ID:

10400028106

Tie to previous NOS?

Submission Date: 03/06/2018

BLM Office: CARLSBAD

User: David Stewart

Title: Sr. Regulatory Advisor

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM090587

Lease Acres: 343.55

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? NO

APD Operator: OXY USA INCORPORATED

Operator letter of designation:

Operator Info

Operator Organization Name: OXY USA INCORPORATED

Operator Address: 5 Greenway Plaza, Suite 110

Operator PO Box:

Zip: 77046

Operator City: Houston

State: TX

Operator Phone: (713)366-5716

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: LOST TANK 30-19 FEDERAL COM

Well Number: 31H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WILDCAT

Pool Name: WOLFCAMP

WOLFCAMP

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: SINGLE WELL Multiple Well Pad Name: Number:

Well Class: HORIZONTAL Number of Legs:

Well Work Type: Drill
Well Type: OIL WELL
Describe Well Type:
Well sub-Type: INFILL
Describe sub-type:

Distance to town: 26 Miles Distance to nearest well: 1900 FT Distance to lease line: 50 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: LostTank30_19FdCom31H_C102_20180306144406.pdf

LostTank30_19FdCom31H_SitePlan_20180306144420.pdf

Well work start Date: 08/05/2018 Duration: 25 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	240	FNL	880	FWL	228	32E	19	Lot 1	32.38359 52	- 103.7200 974	LEA	1	NEW MEXI CO	l	NMNM 090587	360 9	0	0
KOP Leg #1	50	FNL	380	FWL	228	32E	19	Lot 1	32.38411 06	- 103.7217 169	LEA	1	NEW MEXI CO	l	NMNM 090587	- 772 4	113 77	113 33
PPP Leg #1	340	FNL	380	FWL	228	32E	19	Lot 1	32.38331 35	- 103.7217 164	LEA		NEW MEXI CO	l .	NMNM 090587	- 829 7	122 84	119 06

Well Name: LOST TANK 30-19 FEDERAL COM

Well Number: 31H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
PPP Leg #1	26	FNL	384	FWL	228	32E	30	Lot 1	32.36966 3	- 103.7217 07	LEA	l	NEW MEXI CO	F	NMNM 106915	- 823 8	169 55	118 47
EXIT Leg #1	340	FSL	380	FWL	228	32E	30	Lot 4	32.35612 45	- 103.7216 995	LEA	ı	NEW MEXI CO	F	NMNM 106915	- 817 2	218 87	117 81
BHL Leg #1	180	FSL	380	FWL	22S	32E	30	Lot 4	32.35568 46	- 103.7216 992	LEA	l	NEW MEXI CO	F	NMNM 106915	- 816 9	220 47	117 78



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report

08/29/2018

APD ID: 10400028106

Well Type: OIL WELL

Submission Date: 03/06/2018

Operator Name: OXY USA INCORPORATED

Well Name: LOST TANK 30-19 FEDERAL COM

Well Number: 31H

OCD - HOBBS

Show Final Text

Well Work Type: Drill

09/12/2018 RECEIVED

30-025-45182

Section 1 - Geologic Formations

Formation			True Vertical	Measured			Producing
. : ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	RUSTLER	3609	861	861	SHALE,DOLOMITE,ANH YDRITE	USEABLE WATER	No
2	SALADO	2204	1166	1166	SHALE,DOLOMITE,HAL ITE,ANHYDRITE	OTHER : SALT	No
3	CASTILE	408	3201	3201	ANHYDRITE	OTHER : salt	No
4	LAMAR	-937	4546	4546	LIMESTONE,SANDSTO NE,SILTSTONE	NATURAL GAS,OIL,OTHER : BRINE	No
5	BELL CANYON	-1074	4683	4683	SANDSTONE,SILTSTO NE	NATURAL GAS,OIL,OTHER : BRINE	No
6	CHERRY CANYON	-1917	5526	5526	SANDSTONE,SILTSTO NE	NATURAL GAS,OIL,OTHER : BRINE	No
7	BRUSHY CANYON	-3132	6741	6741	LIMESTONE,SANDSTO NE,SILTSTONE	NATURAL GAS,OIL,OTHER : BRINE	No
8	BONE SPRING	-4877	8486	8492	LIMESTONE, SANDSTO NE, SILTSTONE	NATURAL GAS,OIL	No
9	BONE SPRING 1ST	-5726	9335	9354	LIMESTONE,SANDSTO NE,SILTSTONE	NATURAL GAS,OIL	No
10	BONE SPRING 2ND	-6562	10171	10203	LIMESTONE,SANDSTO NE,SILTSTONE	NATURAL GAS,OIL	Yes
11	BONE SPRING 3RD	-7016	10625	10664	LIMESTONE,SANDSTO NE,SILTSTONE	NATURAL GAS,OIL	Yes
12	WOLFCAMP	-8167	11776	11890	SANDSTONE, SILTSTO NE	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Presence Refing (FSI): IM

Rating Depth: 11906

Zgripment 12-5/5° SW Amuler, Blind Rain, Double Ram

Requesting Variance? YES

Valignet request: Request for the use of a flexible chats line from the BOP to Cheke Manifold.

liesting Procedurer BOPIBORE will bedested by an independent service company to 250 pci law and the high pressure Indiction above per Onshone Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table shows. If the system is uncreated all the compounds installed will be functional and

Well Name: LOST TANK 30-19 FEDERAL COM

Well Number: 31H

tected. Pipe nems will be operationally checked each 24 hour period. Blind name will be operationally checked on each tup out if he hole. Those checke will be noted on the delly tour sheets. Other accessories to the BOP equipment will include a Kelly. The kend fibor safety velve (inside BOP) and choke lines and choke manifold. A multibowl wellhead or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API GA requirements. The BOP will be tested per Onshore Order (22 after installation on the surface easing which will cover testing requirements for a nextinum of 30 days. If any seal subject to test pressure is broken the system will be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. BOP Break Testing Request As per the agreement reached in the Oxy/ELM meeting on Feb 22, 2018, Oxy requests permission to allow BOP Break Testing under the following conditions: 1. After a full BOP test is conducted on the first well on the peat. 2. When skidding to diff an intermediate section that does not construct into the Wolferms. 3. Full BOP test will be required onto to diffing any production hade.

Choke Diagram Attachment:

LostTank30_19FdCom31H_ChkManifold_20180306155454.pdf

BOP Diagram Attachment:

LostTank30_19FdCom31H_BOP_20180306155513.pdf LostTank30_19FdCom31H_FlexHoseCert_20180306155533.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	911	0	911			911	J-55	54.5	BUTT	1.12 5	1.2	BUOY	1.4	BUOY	1.4
1	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4596	0	4596			4596	L-80	43.5	BUTT	1.12 5	1.2	BUOY	1.4	BUOY	1.4
I -	INTERMED IATE	8.5	7.625	NEW	API	N	0	11277	0	11232		<u> </u>	11277	HCL -80		L	1.12 5	1.2	BUOY	1.4	BUOY	1.4
1	PRODUCTI ON	6.75	5.5	NEW	API	N	0	22047	0	11778			22047	P- 110		OTHER - DQX	1.12 5	1.2	BUOY	1.4	BUOY	1.4

Casing Attachments

Operator Name: OXY USA INCORPORATED Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H **Casing Attachments** Casing ID: 1 String Type: SURFACE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s): LostTank30_19FdCom31H_CsgCriteria_20180306161418.pdf Casing ID: 2 String Type: INTERMEDIATE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s): LostTank30_19FdCom31H_CsgCriteria_20180306161525.pdf Casing ID: 3 String Type: INTERMEDIATE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s):

LostTank30_19FdCom31H_CsgCriteria_20180727091340.pdf

LostTank30_19FdCom31H_7.625_26.4_HCL80_TMKUPFJ_20180727091304.pdf

LostTank30_19FdCom31H_7.625_26.4_HCL80_TMKUPSF_20180727091316.pdf

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Casing Attachments

Casing ID: 4

String Type:PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

LostTank30_19FdCom31H_CsgCriteria_20180306161620.pdf
LostTank30_19FdCom31H_5.5_20_P110_DQX_20180306161631.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
Súrface	Lead		0	911	1038	1.33	14.8	1331	100	CI C	Accelerator

INTERMEDIATE	Lead	0	4096	1288	1.88	12.9	W.W.	100	PozadsiwC	Retendor
	Tail	4096	4596	166	1.38	14.8	203	20	a c	Accelerator
INTERMEDIATE	Lead	0	8483	443	1.92	12.9	831	26	ac	Accelaration
INTERMEDIATE	Tail	8486	1127 7	137	1.63	13.2	226	5		Retendo, Disporsant, Sali
PRODUCTION	Lead	1077 7	2204 7	827/	1.38	13.2	1141	20		Referdor, Dispersant, Seil

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CaCl2.

Describe the mud monitoring system utilized: PVT/MD Totco/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	НА	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
911	4596	OTHER : Saturated Brine Based Mud	9.8	10							
0	911	WATER-BASED MUD	8.6	8.8							
1127 7	2204 7	OTHER : Water- Based and/or Oil-Based Mud	9.5	12							
4596	1127 7	OTHER : Water- Based and/or Oil-Based Mud	8.2	9.2							

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

GR from TD to surface (horizontal well - vertical portion of hole). Mud Log from surface shoe to TD.

List of open and cased hole logs run in the well:

GR.MUDLOG

Coring operation description for the well:

No coring is planned at this time.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7429

Anticipated Surface Pressure: 4809.68

Anticipated Bottom Hole Temperature(F): 176

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

LostTank30_19FdCom31H_H2S1_20180306154051.pdf LostTank30_19FdCom31H_H2S2_20180306154100.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

LostTank30_19FdCom31H_DirectPlan_20180306153828.pdf LostTank30_19FdCom31H_DirectPlot_20180306153839.pdf

Other proposed operations facets description:

OXY requests the option to est easing shallower yet still below the calls if losses or hele conditions require his. Coment volumes may be adjusted if easing is set shallower and a DV tool will be run in ease a confingency eccond stage is required for cament to reach surface. If cament directed to surface during first stage we will drop a camedation came and not purpo the second stage.

Annyler Clearange Venience Request

As par the agreement reached in the Oxy/BLM meeting on Feb 22, 2016, Oxy requests permission to allow levisor from the 0.422" annular elemence requirement from Onshere Order #2 under the following behalf these.

-). Annula degence to meet or execed 0.422" between informediate casing 1D and production casing soughts only on the first 200° overlep between both casings.
- 2. Annular distrance leasthen 0.422" is acceptable for the curve and Islatel portions of the production open hole section.

Bradenhoed Squeeze

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

ĐXY requests to primp a two stage production earing coment Job With the first stage being primped ' sonventionally with the calculated TOC @ the Bone Spring and the second stage performed as a pradenhead squeeze with planned coment from the top of the Bone Spring to surface.

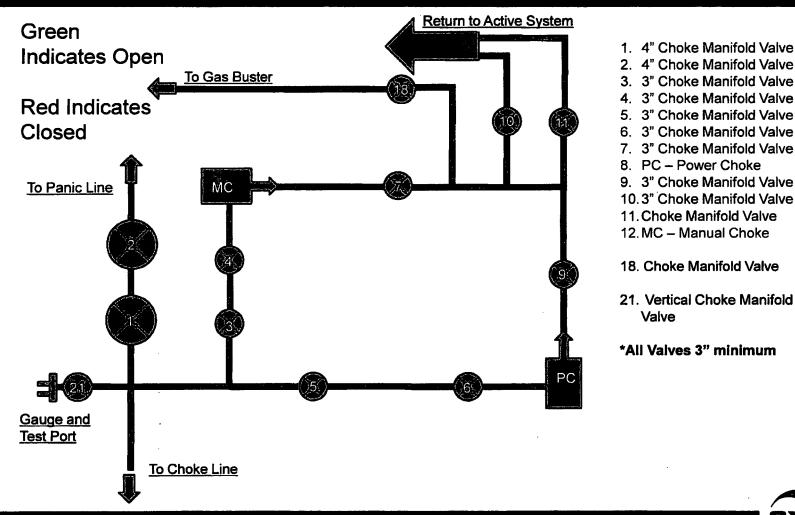
DXY requests the option to contract a Surface Rig to drill, est surface easing, and cement for this well. If the fining between rigs is such that OXY would not be able to presst surface, the Primary Rig will MIRU and drill in its entirety per the APD. Please see the attached document for information on the spudder rig.

Other proposed operations facets attachment:

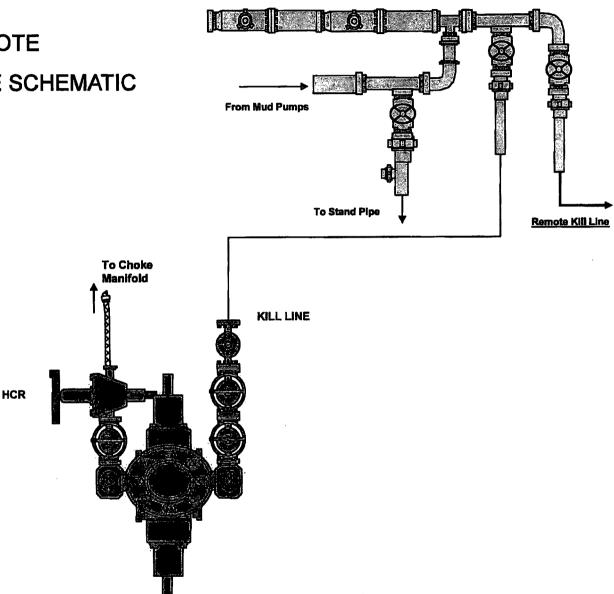
LostTank30_19FdCom31H_SpudRigData_20180306154017.pdf LostTank30_19FdCom31H_DrillPlanAmd_20180727085312.pdf

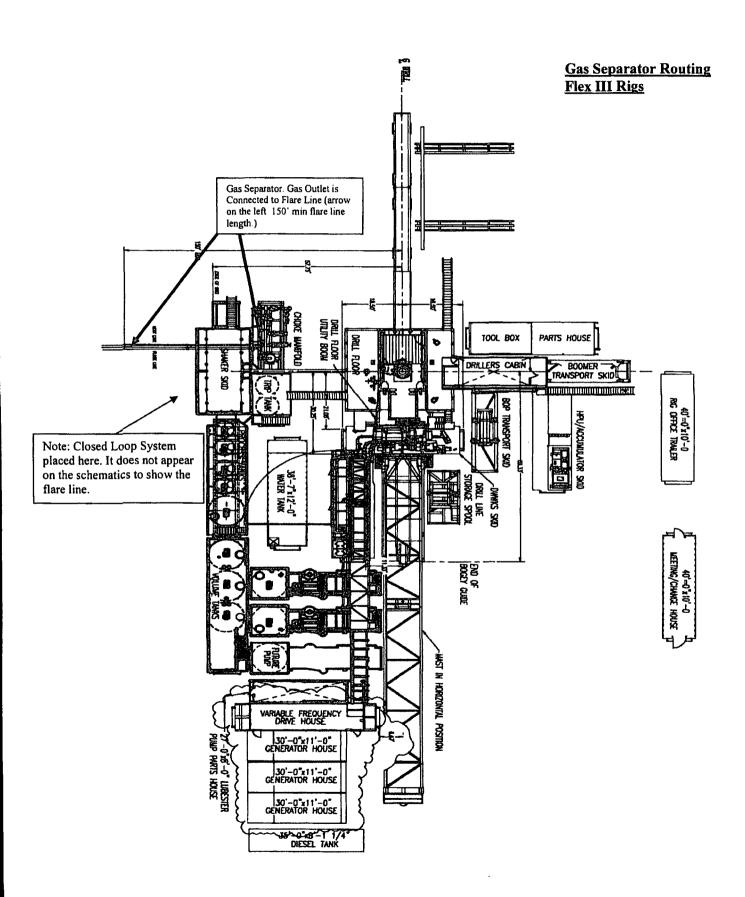
Other Variance attachment:

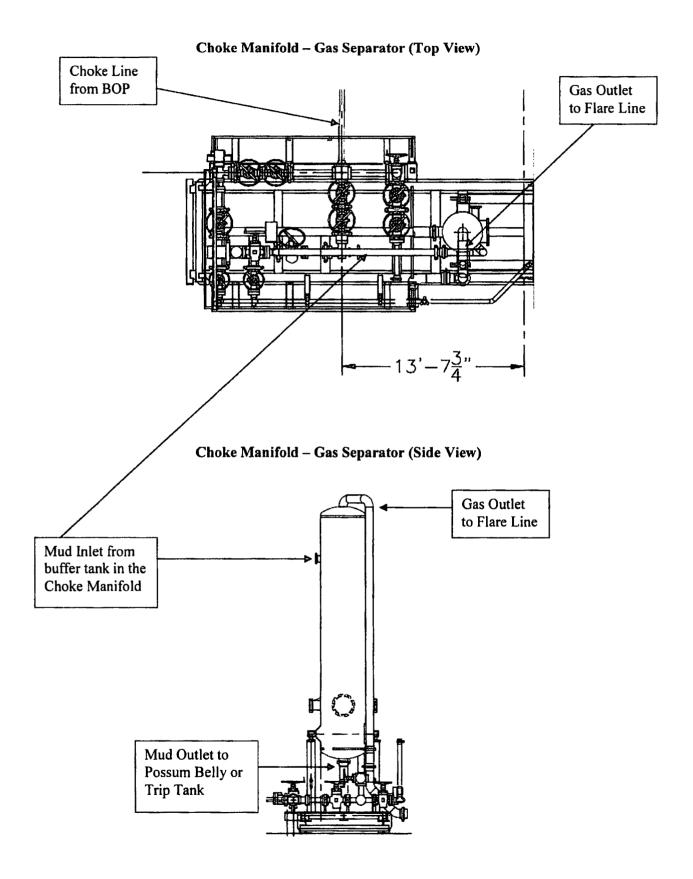
5M Choke Panel



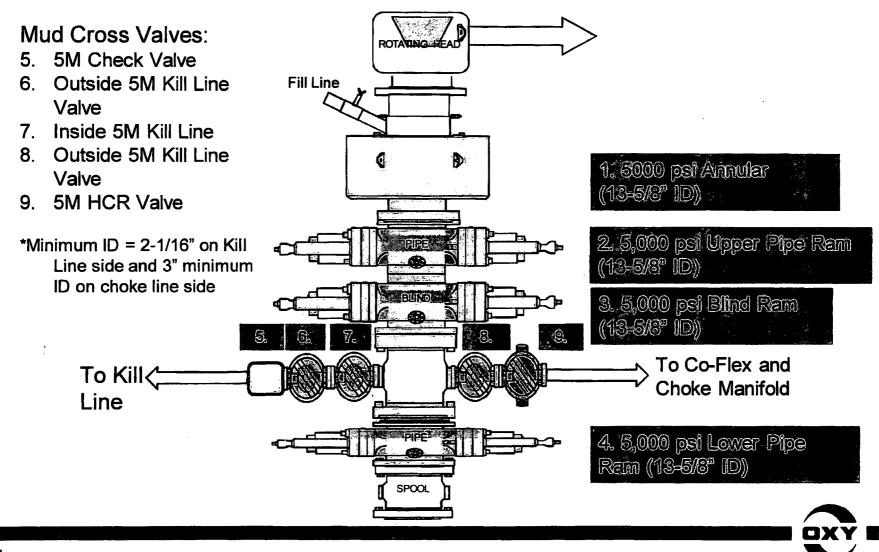
10M REMOTE KILL LINE SCHEMATIC

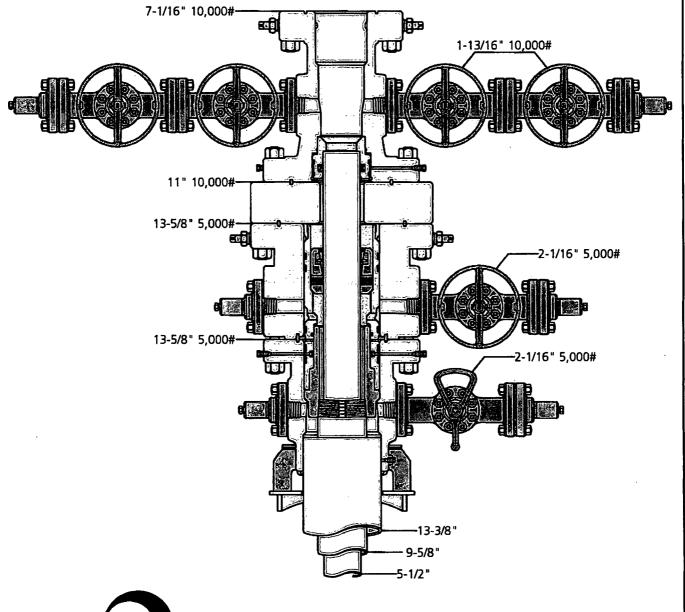






5M BOP Stack

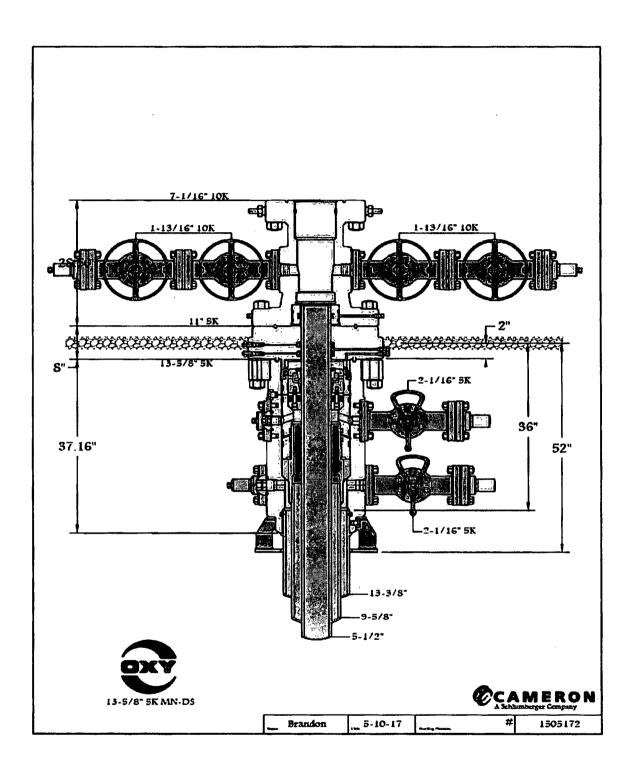






CAMERONA Schlumberger Company

Nume. Jeanette Des. 7-12-16 Working Prisanc # J-9786-4



OXY's Minimum Design Criteria

Burst, Collapse, and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software. A sundry will be requested if any lesser grade or different size casing is substituted.

1) Casing Design Assumptions

a) Burst Loads

CSG Test (Surface)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- o External: Pore pressure in open hole.

CSG Test (Intermediate)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- External: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

CSG Test (Production)

- o Internal:
 - For Drilling: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
 - For Production: The design pressure test should be the greater of (1) the planned test pressure prior to stimulation down the casing. (2) the regulatory test pressure, and (3) the expected gas lift system pressure. The design test fluid should be the fluid associated with pressure test having the greatest pressure.

o External:

- For Drilling: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.
- For Production: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Column (Surface)

- o Internal: Assumes a full column of gas in the casing with a Gas/Oil Gradient of 0.1 psi/ft in the absence of better information. It is limited to the controlling pressure based on the fracture pressure at the shoe or the maximum expected pore pressure within the next drilling interval, whichever results in a lower surface pressure.
- External: Fluid gradient below TOC, pore pressure from the TOC to the Intermediate CSG shoe (if applicable), and MW of the drilling mud that was in the hole when the CSG was run from Intermediate CSG shoe to surface.

Bullheading (Surface / Intermediate)

- Internal: The string must be designed to withstand a pressure profile based on the fracture pressure at the casing shoe with a column of water above the shoe plus an additional surface pressure (in psi) of 0.02 X MD of the shoe to account for pumping friction pressure.
- External: Mud weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Kick (Intermediate)

- The string must be designed to at least a gas kick load case unless the rig is unable to detect a kick. For the gas kick load case, the internal pressure profile must be based on a minimum volume of 50 bbl or the minimum kick detection capability of the rig, whichever is greater, and a kick intensity of 2.0 ppg for Class 1, 1.0 ppg of Class 2, and 0.5 ppg for Class 3 and 4 wells.
- o Internal: Influx depth of the maximum pore pressure of 0.55 "gas kick gravity" of gas to surface while drilling the next hole section.
- External: Mud weight to the TOC, cement mix water gradient below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Producing (Production)

- o Internal: SITP plus a packer fluid gradient to the shoe or top of packer.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Stimulating (Production)

- Internal: Surface pressure or pressure-relief system pressure, whichever is lower plus packer fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Injection / Stimulation Down Casing (Production)

- o Internal: Surface pressure plus injection fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

b) Collapse Loads

Lost Circulation (Surface / Intermediate)

- Internal: Lost circulation at the TD of the next hole section, and the fluid level falls to a depth where the hydrostatic of the mud equals pore pressure at the depth of the lost circulation zone.
- External: MW of the drilling mud that was in the hole when the casing was run.

Cementing (Surface / Intermediate / Production)

- Internal: Displacement fluid density.
- External: Mud weight from TOC to surface and cement slurry weight from TOC to casing shoe.

Full Evacuation (Production)

- Internal: Full void pipe.
- o External: MW of drilling mud in the hole when the casing was run.

c) Tension Loads

Running Casing (Surface / Intermediate / Production)

 Axial: Buoyant weight of the string plus the lesser of 100,000 lb or the string weight in air.

Green Cement (Surface / Intermediate / Production)

Axial: Buoyant weight of the string plus cement plug bump pressure load.

OXY's Minimum Design Criteria

Burst, Collapse, and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software. A sundry will be requested if any lesser grade or different size casing is substituted.

1) Casing Design Assumptions

a) Burst Loads

CSG Test (Surface)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- o External: Pore pressure in open hole.

CSG Test (Intermediate)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- External: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

CSG Test (Production)

- o Internal:
 - For Drilling: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
 - For Production: The design pressure test should be the greater of (1) the planned test pressure prior to stimulation down the casing. (2) the regulatory test pressure, and (3) the expected gas lift system pressure. The design test fluid should be the fluid associated with pressure test having the greatest pressure.

o External:

- For Drilling: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.
- For Production: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Column (Surface)

- Internal: Assumes a full column of gas in the casing with a Gas/Oil Gradient of 0.1 psi/ft in the absence of better information. It is limited to the controlling pressure based on the fracture pressure at the shoe or the maximum expected pore pressure within the next drilling interval, whichever results in a lower surface pressure.
- External: Fluid gradient below TOC, pore pressure from the TOC to the Intermediate CSG shoe (if applicable), and MW of the drilling mud that was in the hole when the CSG was run from Intermediate CSG shoe to surface.

Bullheading (Surface / Intermediate)

- Internal: The string must be designed to withstand a pressure profile based on the fracture pressure at the casing shoe with a column of water above the shoe plus an additional surface pressure (in psi) of 0.02 X MD of the shoe to account for pumping friction pressure.
- External: Mud weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Kick (Intermediate)

- The string must be designed to at least a gas kick load case unless the rig is unable to detect a kick. For the gas kick load case, the internal pressure profile must be based on a minimum volume of 50 bbl or the minimum kick detection capability of the rig, whichever is greater, and a kick intensity of 2.0 ppg for Class 1, 1.0 ppg of Class 2, and 0.5 ppg for Class 3 and 4 wells.
- Internal: Influx depth of the maximum pore pressure of 0.55 "gas kick gravity" of gas to surface while drilling the next hole section.
- External: Mud weight to the TOC, cement mix water gradient below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Producing (Production)

- Internal: SITP plus a packer fluid gradient to the shoe or top of packer.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Stimulating (Production)

- Internal: Surface pressure or pressure-relief system pressure, whichever is lower plus packer fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Injection / Stimulation Down Casing (Production)

- o Internal: Surface pressure plus injection fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

b) Collapse Loads

Lost Circulation (Surface / Intermediate)

- Internal: Lost circulation at the TD of the next hole section, and the fluid level falls to a depth where the hydrostatic of the mud equals pore pressure at the depth of the lost circulation zone.
- External: MW of the drilling mud that was in the hole when the casing was run.

Cementing (Surface / Intermediate / Production)

- Internal: Displacement fluid density.
- External: Mud weight from TOC to surface and cement slurry weight from TOC to casing shoe.

Full Evacuation (Production)

- Internal: Full void pipe.
- External: MW of drilling mud in the hole when the casing was run.

c) Tension Loads

Running Casing (Surface / Intermediate / Production)

 Axial: Buoyant weight of the string plus the lesser of 100,000 lb or the string weight in air.

Green Cement (Surface / Intermediate / Production)

o Axial: Buoyant weight of the string plus cement plug bump pressure load.

OXY's Minimum Design Criteria

Burst, Collapse, and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software. A sundry will be requested if any lesser grade or different size casing is substituted.

1) Casing Design Assumptions

a) Burst Loads

CSG Test (Surface)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- o External: Pore pressure in open hole.

CSG Test (Intermediate)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- External: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

CSG Test (Production)

- o Internal:
 - For Drilling: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
 - For Production: The design pressure test should be the greater of (1) the planned test pressure prior to stimulation down the casing. (2) the regulatory test pressure, and (3) the expected gas lift system pressure. The design test fluid should be the fluid associated with pressure test having the greatest pressure.

o External:

- For Drilling: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.
- For Production: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Column (Surface)

- Internal: Assumes a full column of gas in the casing with a Gas/Oil Gradient of 0.1 psi/ft in the absence of better information. It is limited to the controlling pressure based on the fracture pressure at the shoe or the maximum expected pore pressure within the next drilling interval, whichever results in a lower surface pressure.
- External: Fluid gradient below TOC, pore pressure from the TOC to the Intermediate CSG shoe (if applicable), and MW of the drilling mud that was in the hole when the CSG was run from Intermediate CSG shoe to surface.

Bullheading (Surface / Intermediate)

- Internal: The string must be designed to withstand a pressure profile based on the fracture pressure at the casing shoe with a column of water above the shoe plus an additional surface pressure (in psi) of 0.02 X MD of the shoe to account for pumping friction pressure.
- External: Mud weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Kick (Intermediate)

- The string must be designed to at least a gas kick load case unless the rig is unable to detect a kick. For the gas kick load case, the internal pressure profile must be based on a minimum volume of 50 bbl or the minimum kick detection capability of the rig, whichever is greater, and a kick intensity of 2.0 ppg for Class 1, 1.0 ppg of Class 2, and 0.5 ppg for Class 3 and 4 wells.
- o Internal: Influx depth of the maximum pore pressure of 0.55 "gas kick gravity" of gas to surface while drilling the next hole section.
- External: Mud weight to the TOC, cement mix water gradient below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Producing (Production)

- o Internal: SITP plus a packer fluid gradient to the shoe or top of packer.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Stimulating (Production)

- Internal: Surface pressure or pressure-relief system pressure, whichever is lower plus packer fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Injection / Stimulation Down Casing (Production)

- Internal: Surface pressure plus injection fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

b) Collapse Loads

Lost Circulation (Surface / Intermediate)

- Internal: Lost circulation at the TD of the next hole section, and the fluid level falls to a depth where the hydrostatic of the mud equals pore pressure at the depth of the lost circulation zone.
- External: MW of the drilling mud that was in the hole when the casing was run.

Cementing (Surface / Intermediate / Production)

- o Internal: Displacement fluid density.
- External: Mud weight from TOC to surface and cement slurry weight from TOC to casing shoe.

Full Evacuation (Production)

- Internal: Full void pipe.
- External: MW of drilling mud in the hole when the casing was run.

c) Tension Loads

Running Casing (Surface / Intermediate / Production)

 Axial: Buoyant weight of the string plus the lesser of 100,000 lb or the string weight in air.

Green Cement (Surface / Intermediate / Production)

Axial: Buoyant weight of the string plus cement plug bump pressure load.

PERFORMANCE DATA

TMK UP DQX Technical Data Sheet

5.500 in

20.00 lbs/ft

P-110

Tubular Parameters					
Size	5.500	in	Minimum Yield	110,000	psi
Nominal Weight	20.00	lbs/ft	Minimum Tensile	125,000	psi
Grade	P-110		Yield Load	641,000	lbs
PE Weight	19.81	lbs/ft	Tensile Load	729,000	lbs
Wall Thickness	0.361	in	Min. Internal Yield Pressure	12,600	psi
Nominal ID	4.778	in	Collapse Pressure	11,100	psi
Drift Diameter	4.653	in		' '	

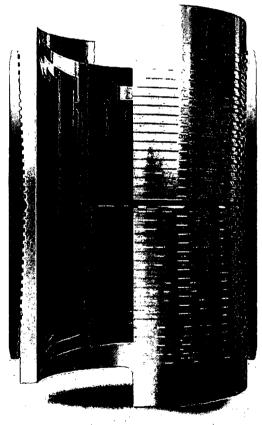
Nom. Pipe Body Area

Connection Parameters		
Connection OD	6.050	in
Connection ID	4.778	in
Make-Up Loss	4.122	in
Critical Section Area	5.828	in²
Tension Efficiency	100.0	%
Compression Efficiency	100.0	%
Yield Load In Tension	641,000	lbs
Min. Internal Yield Pressure	12,600	psi
Collapse Pressure	11,100	psi

5.828

Make-Up Torques		
Min. Make-Up Torque	11,600	ft-lbs
Opt. Make-Up Torque	12,900	ft-lbs
Max. Make-Up Torque	14,100	ft-lbs
Yield Torque	20,600	ft-lbs

Printed on: July-29-2014



NOTE:

The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. Information that is printed or downloaded is no longer controlled by TMK IPSCO and might not be the latest information. Anyone using the information herein does so at their own risk. To verify that you have the latest TMK IPSCO technical information, please contact TMK IPSCO Technical Sales toll-free at 1-888-258-2000.



TECHNICAL DATA SHEET TMK UP DQX 5.5 X 20 P110

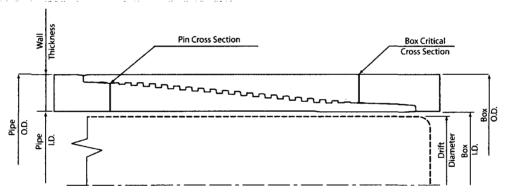
TUBULAR PARAMETERS		PIPE BODY PROPERTIES	
Nominal OD, (inch)	5.500	PE Weight, (lbs/ft)	19.81
Wall Thickness, (inch)	0.361	Nominal Weight, (lbs/ft)	20.00
Pipe Grade	P110	Nominal ID, (inch)	4.778
Coupling	Regular	Drift Diarneter, (inch)	4.653
Coupling Grade	P110	Nominal Pipe Body Area, (sq inch)	5.828
Drift	Standard	Yield Strength In Tension, (kibs)	641
		Min. Internal Yield Pressure, (psi)	12 640
CONNECTION PARAMETERS		_Collapse Pressure, (psi)	11 110
Connection OD (inch)	6.05		
Connection ID, (inch)	4.778	Internal Pressure	
Make-Up Loss, (inch)	4.122		,
Connection Critical Area, (sq Inch)	5.828		
Yield Strength in Tension, (klbs)	641	1907 40 /184	
Yeld Strength in Compression, (klbs)	641		9.5
Tension Efficiency	100%		100
Compression Efficiency	100%		-/
Min. Internal Yield Pressure, (psi)	12 640		
Collapse Pressure, (psl)	11 110		
Unlaxial Bending (deg/100ft)	91.7		get : : : : : : : : : : : : : : : : : : :
			. Vege
MAKE-UP TORQUES			
Yield Torque, (ft-lb)	20 600	External Pressure	Annual Communication of the Print Study
Minimum Make-Up Torque, (ft-lb)	11 600		
Optimum Make-Up Torque, (ft-lb)	12 900		
Maximum Make-Up Torque, (ft-lb)	14 100		
	Con	ipling Length	
Wall	Make-Up Loss	Box Critical Cross Section	
* 2	man op con	Cross section	
	~~~~~~		, 1
			<u> </u>
e o			, <u> </u>
Pin Cross	Cartlan	1 · · · · · · · · · · · · · · · · · · ·	Diameter
Min Cross	Section	<u> </u>	] <u>a</u>

NOTE: The content of this Technical Data Sheet is for general information only and does not guarantee performance or knply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. This information supersed all prior versions for this connection information that is printed or downloaded is no longer controlled by TMK and might not be the latest information using the information herein does so at their own risk To everify that you have latest technical information, please contact PAO 'TMK' Technical Sales in Russia (Tel: +7 (495) 775 76 00, Email: technales@tmk group.com) and TMK. PSCD in North America (Tel: +1 (281)949-1044, Email: technales@tmk ipsco com)

Print date: 12/07/2017 18:09

#### TECHNICAL DATA SHEET TMK UP FJ 7.625 X 26.4 L80 HC

TUBULAR PARAMETERS		PIPE BODY PROPERTIES
Nominal OD, (inch)	7.625	PE Weight, (lbs/ft) 25.56
Wall Thickness, (inch)	0.328	Nominal Weight, (lbs/ft) 26.40
Pipe Grade	L80 HC	Nominal ID, (inch) 6.969
Drift	Standard	Drift Diameter, (inch) 6.844
		Nominal Pipe Body Area, (sq inch) 7.519
CONNECTION PARAMETERS		Yield Strength in Tension, (klbs) 601
Connection OD (inch)	7.63	Min. Internal Yield Pressure, (psi) 6 020
Connection ID, (inch)	6.975	Collapse Pressure, (psi) 3 910
Make-Up Loss, (inch)	4.165	
Connection Critical Area, (sq inch)	2.520	Internal Pressure
Yield Strength in Tension, (klbs)	. 347	
Yeld Strength in Compression, (klbs)	347	
Tension Efficiency	58%	100% AP/5C3./75G
Compression Efficiency	58%	
Min. Internal Yield Pressure, (psi)	6 020	
Collapse Pressure, (psi)	3 910	Compressión / Tenelón
Uniaxial Bending (deg/100ft)	28.0	
MAKE-UP TORQUES		
Yield Torque, (ft-lb)	22 200	
Minimum Make-Up Torque, (ft-lb)	12 500	
Optimum Make-Up Torque, (ft-lb)	13 900	External Pressure Correction Ppc Body
Maximum Make-Up Torque, (ft-lb)	15 300	

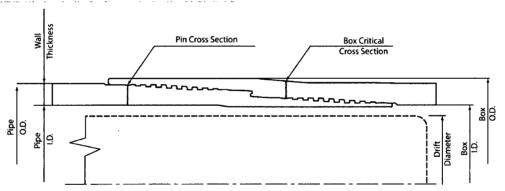


NOTE: The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply litness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. This information superaced all prior versions for this connection information that is printed or downloaded is no longer controlled by TMK and might not be the latest information using the information review does do at their own risk. To everly that you have the latest itechnical information, please contact PAO "TMK." Technical Sales in Russia (Tel. +7 (495) 775-76-00, Email, technales@timk-psco.com).

Print date: 07/10/2018 20:11

#### TECHNICAL DATA SHEET TMK UP SF 7.625 X 26.4 L80 HC

TUBULAR PARAMETERS		PIPE BODY PROPERTIES	
Nominal OD, (inch)	7.625	PE Weight, (lbs/ft)	25.56
Wall Thickness, (inch)	0.328	Nominal Weight, (lbs/ft)	26.40
Pipe Grade	L80 HC	Nominal ID, (inch)	6.969
Drift .	Standard	Drift Diameter, (inch)	6.844
		Nominal Pipe Body Area, (sq inch)	7.519
CONNECTION PARAMETERS		Yield Strength in Tension, (klbs)	601
Connection OD (inch)	7.79	Min. Internal Yield Pressure, (psi)	6 020
Connection ID, (inch)	6.938	Collapse Pressure, (psi)	3 910
Make-Up Loss, (inch)	6.029	T	
Connection Critical Area, (sq inch)	5.948	Internal Pressure	
Yield Strength in Tension, (klbs)	533		
Yeld Strength in Compression, (klbs)	533		
Tension Efficiency	89%	100% AP(SQ) 7/5Q	
Compression Efficiency	89%		
Min. Internal Yield Pressure, (psi)	6 020		1
Collapse Pressure, (psi)	3 910	Compression	Tension
Uniaxial Bending (deg/100ft)	42.7		
MAKE-UP TORQUES			<b>1</b>
Yield Torque, (ft-lb)	22 600	Wie :	
Minimum Make-Up Torque, (ft-lb)	15 000		
Optimum Make-Up Torque, (ft-lb)	16 500		ownection tipe Body
Maximum Make-Up Torque, (ft-lb)	18 200	• •	



NOTE: The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. This information superaced all prior versions for this connection, Information that is printed or downloaded is no longer controlled by TMK and might not be the latest information exisp the information because of the latest information professional information please contact PAO "TMK" Technical Sales in Russia (Tel. +7 (495) 775-76-00, Email, techsales@tmk-psoc com).

Print date: 07/10/2018 20:00

#### **OXY's Minimum Design Criteria**

Burst, Collapse, and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software. A sundry will be requested if any lesser grade or different size casing is substituted.

#### 1) Casing Design Assumptions

#### a) Burst Loads

**CSG Test (Surface)** 

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- o External: Pore pressure in open hole.

#### **CSG Test (Intermediate)**

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
- External: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

#### **CSG Test (Production)**

- o Internal:
  - For Drilling: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both Onshore Oil and Gas Order No. 2 and 19.15.16 of the OCD Rules.
  - For Production: The design pressure test should be the greater of (1) the planned test pressure prior to stimulation down the casing. (2) the regulatory test pressure, and (3) the expected gas lift system pressure. The design test fluid should be the fluid associated with pressure test having the greatest pressure.

#### o External:

- For Drilling: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.
- For Production: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

#### Gas Column (Surface)

- o Internal: Assumes a full column of gas in the casing with a Gas/Oil Gradient of 0.1 psi/ft in the absence of better information. It is limited to the controlling pressure based on the fracture pressure at the shoe or the maximum expected pore pressure within the next drilling interval, whichever results in a lower surface pressure.
- External: Fluid gradient below TOC, pore pressure from the TOC to the Intermediate CSG shoe (if applicable), and MW of the drilling mud that was in the hole when the CSG was run from Intermediate CSG shoe to surface.

#### Bullheading (Surface / Intermediate)

- Internal: The string must be designed to withstand a pressure profile based on the fracture pressure at the casing shoe with a column of water above the shoe plus an additional surface pressure (in psi) of 0.02 X MD of the shoe to account for pumping friction pressure.
- External: Mud weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

#### Gas Kick (Intermediate)

- The string must be designed to at least a gas kick load case unless the rig is unable to detect a kick. For the gas kick load case, the internal pressure profile must be based on a minimum volume of 50 bbl or the minimum kick detection capability of the rig, whichever is greater, and a kick intensity of 2.0 ppg for Class 1, 1.0 ppg of Class 2, and 0.5 ppg for Class 3 and 4 wells.
- Internal: Influx depth of the maximum pore pressure of 0.55 "gas kick gravity" of gas to surface while drilling the next hole section.
- External: Mud weight to the TOC, cement mix water gradient below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Producing (Production)

- Internal: SITP plus a packer fluid gradient to the shoe or top of packer.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Stimulating (Production)

- Internal: Surface pressure or pressure-relief system pressure, whichever is lower plus packer fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Injection / Stimulation Down Casing (Production)

- Internal: Surface pressure plus injection fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

#### b) Collapse Loads

Lost Circulation (Surface / Intermediate)

- Internal: Lost circulation at the TD of the next hole section, and the fluid level falls to a depth where the hydrostatic of the mud equals pore pressure at the depth of the lost circulation zone.
- External: MW of the drilling mud that was in the hole when the casing was run.

Cementing (Surface / Intermediate / Production)

- Internal: Displacement fluid density.
- External: Mud weight from TOC to surface and cement slurry weight from TOC to casing shoe.

Full Evacuation (Production)

- Internal: Full void pipe.
- External: MW of drilling mud in the hole when the casing was run.

#### c) Tension Loads

Running Casing (Surface / Intermediate / Production)

 Axial: Buoyant weight of the string plus the lesser of 100,000 lb or the string weight in air.

Green Cement (Surface / Intermediate / Production)

Axial: Buoyant weight of the string plus cement plug bump pressure load.

# OXY USA Inc APD ATTACHMENT: SPUDDER RIG DATA

**OPERATOR NAME / NUMBER: OXY USA Inc** 

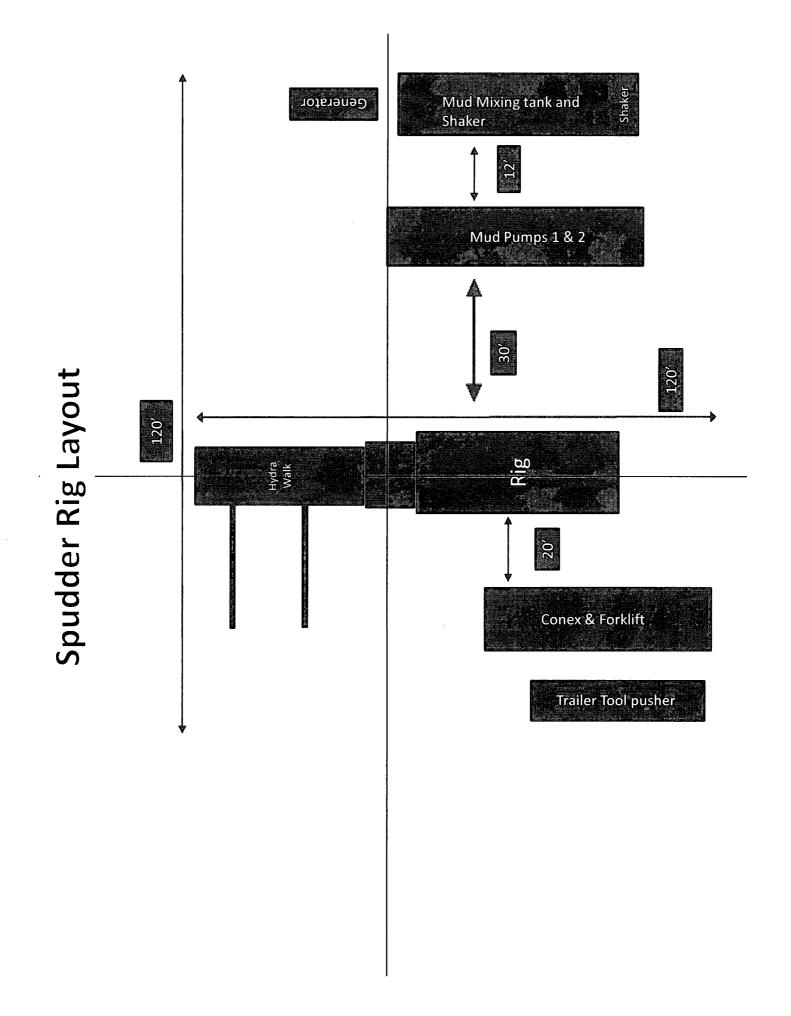
#### 1. SUMMARY OF REQUEST:

Oxy USA respectfully requests approval for the following operations for the surface hole in the drill plan:

1. Utilize a spudder rig to pre-set surface casing for time and cost savings.

#### 2. Description of Operations

- 1. Spudder rig will move in to drill the surface hole and pre-set surface casing on the well.
  - **a.** After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
  - **b.** The spudder rig will utilize fresh water-based mud to drill the surface hole to TD. Solids control will be handled entirely on a closed loop basis. No earth pits will be used.
- 2. The wellhead will be installed and tested as soon as the surface casing is cut off and the WOC time has been reached.
- 3. A blind flange at the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on two wingvalves.
  - a. A means for intervention will be maintained while the drilling rig is not over the well.
- 4. Spudder rig operations are expected to take 2-3 days per well on the pad.
- 5. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 6. Drilling operations will begin with a larger rig and a BOP stack equal to or greater than the pressure rating that was permitted will be nippled up and tested on the wellhead before drilling operations resume on each well.
  - **a.** The larger rig will move back onto the location within 90 days from the point at which the wells are secured and the spudder rig is moved off location.
  - **b.** The BLM will be contacted / notified 24 hours before the larger rig moves back on the pre-set locations.
- 7. Oxy will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- **8.** Once the rig is removed, Oxy will secure the wellhead area by placing a guard rail around the cellar area.



#### OXY USA Inc. - Lost Tank 30-19 Federal Com 31H - Amended Drill Plan

#### 1. Geologic Formations

TVD of target	11905'	Pilot Hole Depth	N/A
MD at TD:	22047'	Deepest Expected fresh	861'
	22047	water:	001

#### **Delaware Basin**

Formation	TVD - RKB	Expected Fluids		
Rustler	861			
Salado	1,166	Salt		
Castile	3,201			
Lamar/Delaware	4,546			
Bell Canyon	4,683	Water		
Cherry Canyon	5,526			
Brushy Canyon	6,741	Losses		
Bone Spring	8,486	Gas/Oil		
1st Bone Spring	9,335	Gas/Oil		
2nd Bone Spring	10,171	Gas/Oil		
3rd Bone Spring	10,625	Gas/Oil		
Wolfcamp	11,776	Gas/Oil		

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

#### 2. Casing Program

**Buoyant Buoyant** 

Hole Size	Casing	Interval	Csg. Size	Weight	Grade	C		SE D	<b>Body SF</b>	Joint SF
(in)	From (ft)	To (ft)	(in)	(lbs)	Grade Conn.		Collapse	SF Burst	Tension	Tension
17.5	0	911	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4
12.25	0	4596	9.625	43.5	L-80	BTC	1.125	1.2	1.4	1.4
8.5	0	11277	7.625	26.4	HCL-80	SF (0 ft to 4000 ft) FJ (4000 ft to 11277 ft)	1.125	1.2	1.4	1.4
6.75	0	22047	5.5	20	P-110	DQX	1.125	1.2	1.4	1.4
							SF Va	ilues will me	et or Excee	ed

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

*Oxy requests the option to set casing shallower yet still below the salts if losses or hole conditions require this. Cement volumes may be adjusted if casing is set shallower and a DV tool may be run in case hole conditions merit pumping a second stage cement job to comply with permitted top of cement. If cement circulated to surface during first stage we will drop a cancelation cone and not pump the second stage.

#### OXY USA Inc. - Lost Tank 30-19 Federal Com 31H - Amended Drill Plan

#### Annular Clearance Variance Request

As per the agreement reached in the Oxy/BLM meeting on Feb 22, 2018, Oxy requests permission to allow deviation from the 0.422" annular clearance requirement from Onshore Order #2 under the following conditions:

- 1. Annular clearance to meet or exceed 0.422" between intermediate casing ID and production casing coupling only on the first 500' overlap between both casings.
- 2. Annular clearance less than 0.422" is acceptable for the curve and lateral portions of the production open hole section.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Y
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If and described and described and described as the control of the	1
Is well within the designated 4 string boundary.	
is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	T N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

#### OXY USA Inc. - Lost Tank 30-19 Federal Com 31H – Amended Drill Plan

#### 3. Cementing Program

Casing String	#Sks	Wt. (lb/gal)	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description		
Surface (Lead)	N/A	N/A	N/A	N/A	N/A	N/A		
Surface (Tail)	1038	14.8	1.33	6.365	526	Class C Cement, Accelerator		
Intermediate (Lead)	1238	12.9	1.88	10.130	14:22	Pozzolan Cement, Retarder		
Intermediate (Tail)	155	14.8	1.33	6.370	12:45	Class C Cement, Accelerator		
Intermediate II 1st Stage (Lead)	N/A	N/A	N/A	N/A	N/A	N/A		
Intermediate II 1st Stage (Tail)	137	13.2	1.65	8.640	11:54	Class H Cement, Retarder, Dispersant, Salt		
Intermediate II 2nd Stage (Tail Slurry) to be pumped as Bradenhead Squeeze from surface, down the Intermediate annulus								
Intermediate II 2nd Stage (Lead)	N/A	N/A	N/A	N/A	N/A	N/A		
Intermediate II 2nd Stage (Tail)	443	12.9	1.92	10.410	23:10	Class C Cement, Accelerator		
Production (Lead)	N/A	N/A	N/A	N/A	N/A	N/A		
Production (Tail)	827	13.2	1.38	6.686	3:49	Class H Cement, Retarder, Dispersant, Sal		

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface (Lead)	N/A	N/A	N/A
Surface (Tail)	0	911	100%
Intermediate (Lead)	0	4096	100%
Intermediate (Tail)	4096	4596	20%
Intermediate II 1st Stage (Lead)	N/A	N/A	N/A
Intermediate II 1st Stage (Tail)	8486	11277	5%
Intermediate II 2nd Stage (Lead)	N/A	N/A	N/A
Intermediate II 2nd Stage (Tail)	0	8486	25%
Production (Lead)	N/A	N/A	N/A
Production (Tail)	10777	22047	20%

#### OXY USA Inc. - Lost Tank 30-19 Federal Com 31H - Amended Drill Plan

# 4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		. •	Tested to:
12.25" Hole			Annula	ar	✓	70% of working pressure
	12 5/9"	514	Blind R	am	✓	250/5000mgi
	13-5/8"	5M	Pipe Ra	ım		
			Double F	Ram	<b>Y</b>	250/5000psi
			Other*			

^{*}Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	On Ex	ation integrity test will be performed per Onshore Order #2. Exploratory wells or on that portion of any well approved for a 5M BOPE system or r, a pressure integrity test of each casing shoe shall be performed. Will be tested in dance with Onshore Oil and Gas Order #2 III.B.1.i.
	1	ance is requested for the use of a flexible choke line from the BOP to Choke old. See attached for specs and hydrostatic test chart.
	Y	Are anchors required by manufacturer?
•	and coper Or requir system that is rotary	Itibowl or a unionized multibowl wellhead system will be employed. The wellhead onnection to the BOPE will meet all API 6A requirements. The BOP will be tested ashore Order #2 after installation on the surface casing which will cover testing ements for a maximum of 30 days. If any seal subject to test pressure is broken the must be tested. We will test the flange connection of the wellhead with a test port directly in the flange. We are proposing that we will run the wellhead through the prior to cementing surface casing as discussed with the BLM on October 8, 2015. tached schematics.

# BOP Bicak Testing Request

As per the agreement reached in the Oxy/BLM meeting on Feb 22, 2018, Oxy requests permission to allow BOP Break Testing under the following conditions:

- After a full BOP test is conducted on the first well on the pad.
- When skidding to drill an intermediate section that does not penetrate into the Wolfcamp.
- Full BOP test will be required prior to drilling any production hole.

# 5. Mud Program

From (ft)	pth To (ft)	Type	Weight (ppg)	Viscosity	Water Loss
0	911	Water-Based Mud	8.6-8.8	40-60	N/C
911	4596	Saturated Brine- Based Mud	9.8-10.0	35-45	N/C
4596	11277	Water-Based or Oil- Based Mud	8.2-9.2	38-50	N/C
11277	22047	Water-Based or Oil- Based Mud	9.5-12.0	38-50	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

What will be used to monitor the loss or gain	PVT/MD Totco/Visual Monitoring
of fluid?	

# 6. Logging and Testing Procedures

Logg	ing, Coring and Testing.
Yes	Will run GR from TD to surface (horizontal well – vertical portion of hole). Stated logs
	run will be in the Completion Report and submitted to the BLM.
No	Logs are planned based on well control or offset log information.
No	Drill stem test? If yes, explain
No	Coring? If yes, explain

Addi	tional logs planned	Interval
No	Resistivity	
No	Density	
No	CBL	
Yes	Mud log	ICP - TD
No	PEX	

# 7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7429 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	176°F

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

N H2S is present

IN	H2S is present
Y	H2S Plan attached

# 8. Other facets of operation

	Yes/No
Will the well be drilled with a walking/skidding operation? If yes, describe.	No
<ul> <li>Will more than one drilling rig be used for drilling operations? If yes, describe.</li> <li>Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the attached document for information on the spudder rig.</li> </ul>	Yes

# Third extracted entities volumes 1753.3 bbis

# 9. Company Personnel

Brendan Flores - Drilling Engineer - 713-985-6360 - 512-964-0965

Name	<u>Title</u>	Office Phone	Mobile Phone
Philippe Haffner	Drilling Engineer	713-985-6379	832-767-9047
Diego Tellez	Drilling Engineer Supervisor	713-350-4602	713-303-4932
Simon Benavides	Drilling Superintendent	713-522-8652	281-684-6897
John Willis	Drilling Manager	713-366-5556	713-259-1417



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

SUPO Data Report 08/29/2018

Submission Date: 03/06/2018

**Operator Name: OXY USA INCORPORATED** 

Well Name: LOST TANK 30-19 FEDERAL COM

Well Maille. LOOT TANK 50-151 EDEKAL OOK

Well Type: OIL WELL

APD ID: 10400028106

Well Number: 31H

Well Work Type: Drill



**Show Final Text** 

# **Section 1 - Existing Roads**

Will existing roads be used? YES

**Existing Road Map:** 

LostTank30_19FdCom31H_ExistRoads_20180306150620.pdf

**Existing Road Purpose: FLUID TRANSPORT** 

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

**Existing Road Improvement Description:** 

**Existing Road Improvement Attachment:** 

# Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

**New Road Map:** 

LostTank30_19FdCom31H_NewRoad_20180306150640.pdf

New road type: LOCAL

Length: 507

Feet

Width (ft.): 25

Max slope (%): 0

Max grade (%): 0

Army Corp of Engineers (ACOE) permit required? NO

**ACOE Permit Number(s):** 

New road travel width: 14

New road access erosion control: Watershed Diversion every 200' if needed.

New road access plan or profile prepared? YES

New road access plan attachment:

LostTank30_19FdCom31H_NewRoad_20180306150709.pdf

Access road engineering design? NO

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

#### Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 0

Offsite topsoil source description:

Onsite topsoil removal process: If available

Access other construction information: None

Access miscellaneous information: The access road will run from an existing pad going 641.1' north, then 25' east through

pasture to northwest corner of the pad.

Number of access turnouts: Access turnout map:

# **Drainage Control**

New road drainage crossing: CULVERT

Drainage Control comments: Watershed Diversion every 200' if needed.

Road Drainage Control Structures (DCS) description: Watershed Diversion every 200' if needed.

Road Drainage Control Structures (DCS) attachment:

# **Access Additional Attachments**

Additional Attachment(s):

# **Section 3 - Location of Existing Wells**

**Existing Wells Map?** YES

Attach Well map:

LostTank30_19FdCom31H_ExistWells_20180306150729.pdf

**Existing Wells description:** 

# Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: a. In the event the well is found productive, the Lost Tank 30-19 Federal Tank Battery would be utilized and the necessary production equipment will be installed at the well site. See proposed facilities layout diagram. b. All flow lines will adhere to API standards and will be located on the well pad. Two 12" composite gas line pipe operating 150 psig, buried, lines to follow surveyed route. Survey of a strip of land 30' wide and 5548.9' in length crossing USA Land in Sections 13 & 24 T22S R31E, NMPM Eddy County and Section 19 T22S R32E, NMPM, Lea County, NM and being 15' left and 15' right of the centerline survey, see attached. Two 10" composite water line pipe operating 750 psig, buried, lines to follow surveyed route. Survey of a strip of land 30' wide and 11947.8' in length crossing USA Land in Sections

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

24 & 25 T22S R31E, NMPM Eddy County and Section 19 & 30 T22S R32E, NMPM, Lea County, NM and being 15' left and 15' right of the centerline survey, see attached. c. Electric line will follow a route approved by the BLM. Survey of a strip of land 30' wide and 745.8' in length crossing USA land in Sections 19 T22S R32E NMPM, Lea County, NM and being 15' left and 15' right of the centerline survey, see attached.

**Production Facilities map:** 

LostTank30_19FdCom31H_FacilityPLEL_20180306152924.pdf

# Section 5 - Location and Types of Water Supply

#### **Water Source Table**

Water source use type: INTERMEDIATE/PRODUCTION CASING,

Water source type: GW WELL

OTHER, SURFACE CASING

Describe type:

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER WELL Source land ownership: COMMERCIAL

Water source transport method: PIPELINE, TRUCKING Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 2000

Source volume (acre-feet): 0.25778618

Source volume (gal): 84000

# Water source and transportation map:

LostTank30_19FdCom31H_GRRWtrSrc_20180306153129.pdf LostTank30_19FdCom31H_MesqWtrSrc_20180306153142.pdf

Water source comments: This well will be drilled using a combination of water mud systems. It will be obtained from commercial water stations (Gregory Rockhouse, Mesquite) in the area and will be hauled to location by transport truck using existing and proposed roads.

New water well? NO

# **New Water Well Info**

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

**Aquifer comments:** 

**Aquifer documentation:** 

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

**Used casing source:** 

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Drilling method: Drill material:

Grout material: Grout depth:

Casing length (ft.): Casing top depth (ft.):

Well Production type: Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

# **Section 6 - Construction Materials**

Construction Materials description: Primary - All caliche utilized for the drilling pad and proposed access road will be obtained from an existing BLM/State/Fee approved pit or from prevailing deposits found on the location. Will use BLM recommended extra caliche from other locations close by for roads, if available. Secondary - The secondary way of obtaining caliche to build locations and roads will be by "turning over" the location. This means, caliche will be obtained from the actual well site. A caliche permit will be obtained from BLM prior to pushing up any caliche. 2400 cubic yards is max amount of caliche needed for pad and roads. Amount will vary for each pad. The procedure below has been approved by BLM personnel: a. The top 6" of topsoil is pushed off and stockpiled along the side of the location. b. An approximate 120' X 120' area is used within the proposed well site to remove caliche. c. Subsoil is removed and piled alongside the 120' X 120' within the pad site. d. When caliche is found, material will be stockpiled within the pad site to build the location and road. e. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road. f. Once the well is drilled the stockpiled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced. Neither caliche nor subsoil will be stockpiled outside of the well pad. Topsoil will be stockpiled along the edge of the pad. Caliche will be provided from a pit located in Section 25 T23S R31E. Water will be provided from a frac pond located in Sections 25 T23S R31E.

**Construction Materials source location attachment:** 

# **Section 7 - Methods for Handling Waste**

Waste type: DRILLING

Waste content description: Water-Based Cuttings, Water-Based Mud, Oil-Based Cuttings, Oil-Based Mud, Produced Water

Amount of waster 1759.8 barrels

Waste disposal frequency: Daily

Safe containment description: Haul-Off Bins

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

**FACILITY** 

Disposal type description:

**Disposal location description:** An approved facility that can process drill cuttings, drill fluids, flowback water, produced water, contaminated soils, and other non-hazardous wastes.

#### Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

# **Cuttings Area**

Cuttings Area being used? NO

Are you storing cuttings on location? YES

**Description of cuttings location** A closed loop system will be utilized consisting of above ground steel tanks and haul-off bins. Disposal of liquids, drilling fluids and cuttings will be disposed of at an approved facility.

**Cuttings area length (ft.)** 

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

# Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

**Ancillary Facilities attachment:** 

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

LostTank30_19FdCom31H_WellSiteCL_20180306150816.pdf

Comments: V-Door-South - CL Tanks-East - 330' X 510' - 1 Well Pad + Tank Battery

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

# Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name:

Multiple Well Pad Number:

Recontouring attachment:

Drainage/Erosion control construction: Reclamation to be wind rowed as needed to control erosion

Drainage/Erosion control reclamation: Reclamation to be wind rowed as needed to control erosion

Well pad proposed disturbance

(acres): 3.86

Road proposed disturbance (acres):

0.35

Powerline proposed disturbance

(acres): 0.51

Pipeline proposed disturbance

(acres): 12.05

Other proposed disturbance (acres): 0

Well pad interim reclamation (acres): Well pad long term disturbance

(acres): 2.76

Road interim reclamation (acres): 0.19 Road long term disturbance (acres):

Powerline interim reclamation (acres): Powerline long term disturbance

(acres): 0

Pipeline interim reclamation (acres): Pipeline long term disturbance 8.03

(acres): 4.02

Other interim reclamation (acres): 0.33 Other long term disturbance (acres): 0

Total interim reclamation: 10.16 Total proposed disturbance: 16.77

Total long term disturbance: 6.94

Disturbance Comments: See Below

Reconstruction method: If the well is deemed commercially productive, caliche from the areas of the pad site not required for operations will be reclaimed. The original topsoil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation. After concluding the drilling and/or completion operations, if the well is found non-commercial, the caliche will be removed from the pad and transported to the original caliche pit or used for other drilling locations. The road will be reclaimed as directed by the BLM. The original topsoil will again be returned to the pad and contoured, as close as possible, to the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation.

Topsoil redistribution: The original topsoil will be returned to the area of the drill pad not necessary to operate the well.

Soil treatment: To be determined by the BLM.

Existing Vegetation at the well pad: To be determined by the BLM at Onsite.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: To be determined by the BLM at Onsite.

**Existing Vegetation Community at the road attachment:** 

Existing Vegetation Community at the pipeline: To be determined by the BLM at Onsite.

**Existing Vegetation Community at the pipeline attachment:** 

Existing Vegetation Community at other disturbances: To be determined by the BLM at Onsite.

**Existing Vegetation Community at other disturbances attachment:** 

Non native seed used? NO	
Non native seed description:	
Seedling transplant description:	
Will seedlings be transplanted for this project? NO	
Seedling transplant description attachment:	
Will seed be harvested for use in site reclamation?	10
Seed harvest description:	
Seed harvest description attachment:	
Seed Management  Seed Table Seed type: Seed name:	Seed source:
Source name:	Source address:
Source phone:	
Seed cultivar:	
Seed use location:	
PLS pounds per acre:	Proposed seeding season:
Seed Summary Seed Type Pounds/Acre	Total pounds/Acre:
Seed reclamation attachment:	
Operator Contact/Responsible Officia	al Contact Info
First Name: JIM	Last Name: WILSON
Phone: (575)631-2442	Email: jim_wilson@oxy.com
Seedbed prep:	
Seed BMP:	
Seed method:	
Existing invasive species? NO	
Existing invasive species treatment description:	

Well Number: 31H

Operator Name: OXY USA INCORPORATED
Well Name: LOST TANK 30-19 FEDERAL COM

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Existing invasive species treatment attachment:

Weed treatment plan description: To be determined by the BLM.

Weed treatment plan attachment:

Monitoring plan description: To be determined by the BLM.

Monitoring plan attachment:

Success standards: To be determined by the BLM.

Pit closure description: NA

Pit closure attachment:

# Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

**BIA Local Office:** 

**BOR Local Office:** 

**COE Local Office:** 

**DOD Local Office:** 

**NPS Local Office:** 

**State Local Office:** 

**Military Local Office:** 

**USFWS Local Office:** 

Other Local Office:

**USFS Region:** 

**USFS Forest/Grassland:** 

**USFS Ranger District:** 

Disturbance type: PIPELINE

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

**BIA Local Office:** 

Well Name: LOST TANK 30-19 FEDERAL COM	Well Number: 31H	
BOR Local Office:		
COE Local Office:		
DOD Local Office:		
NPS Local Office:		
State Local Office:		
Military Local Office:		
USFWS Local Office:		
Other Local Office:		
USFS Region:		
USFS Forest/Grassland:	USFS Ranger District:	
Disturbance type: OTHER		
Describe: Electric Line		
Surface Owner: BUREAU OF LAND MANAGEMENT		
Other surface owner description:		
BIA Local Office:		
BOR Local Office:		
COE Local Office:		
DOD Local Office:		
NPS Local Office:		
State Local Office:		
Military Local Office:		
USFWS Local Office:		
Other Local Office:		
USFS Region:		
USFS Forest/Grassland:	USFS Ranger District:	

Well Name: LOST TANK 30-19 FEDERAL COM Well Number: 31H

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

**BIA Local Office:** 

**BOR Local Office:** 

**COE Local Office:** 

**DOD Local Office:** 

**NPS Local Office:** 

**State Local Office:** 

Military Local Office:

**USFWS Local Office:** 

**Other Local Office:** 

**USFS Region:** 

**USFS** Forest/Grassland:

**USFS Ranger District:** 

# **Section 12 - Other Information**

Right of Way needed? YES

**Use APD as ROW?** YES

**ROW Type(s):** 281001 ROW - ROADS,285003 ROW - POWER TRANS,288100 ROW - O&G Pipeline,289001 ROW- O&G Well Pad

**ROW Applications** 

**SUPO Additional Information:** Permian Basin MOA - see attached SUPO and to be submitted after APD acceptance. GIS Shapefiles available for BLM download from shared FTP site after APD submittal. **Use a previously conducted onsite?** NO

**Previous Onsite information:** 

# **Other SUPO Attachment**

LostTank30_19FdCom31H_GasCapPlan_20180306153701.pdf LostTank30_19FdCom31H_MiscSvyPlats_20180306153713.pdf LostTank30_19FdCom31H_StakeForm_20180306153725.pdf LostTank30_19FdCom31H_SUPO_20180306153736.pdf 410 x 330 Pad OXYU.S.A. INC. 100' Exton Enst 61de NEW MEXICO STAKING FORM South



Date Staked:	9-18-17	_
Lease / Well Name:	LOST TANK 30-19 Fed #31 H 240' FNL 880' FWL Sec 19 J225 R32E	-
Legal Description:	#80' FNL 880' FWL Sec 19 [225 R32 E	-
	32° 23' 00.94" NAD 83	_
Longitude:	-103° 43′ 12.35″ NAD 83	-
X:	730639.16 NAD 83	
Y:	\$03826.03 NAD 8.	3
Elevation:	3609.0 NAD 8	3
Move information:		•
County:	Lea	_
Surface Owner	Bem	-
Nearest Residence:	?	-
Nearest Water Well:		-
V-Door:	EAST South	~-
Top soil:	West	-
Road Description:		_
New Road:	5w Corner	-
Upgrade Existing Road:		_
Interim Reclamation:	50' N 80' WEST	_
		_
Onsite Attendees:	10-6-17 JessiE BASSETT-BLM JIMWILSON-OKY SWCA ASEl Survey	_

# **Surface Use Plan of Operations**

Operator Name/Number: OXY USA Inc. – 16696

Lease Name/Number: Lost Tank 30-19 Federal #31H

Pool Name/Number: <u>Wildcat Wolfcamp</u>

Surface Location: <u>240 FNL 880 FWL NWNW (1) Sec 19 T22S R32E - NMNM90587</u>
Bottom Hole Location: <u>180 FSL 380 FWL SWSW (4) Sec 30 T22S R32E - NMNM106915</u>

## 1. Existing Roads

a. A copy of the USGS "The Divide, NM" quadrangle map is attached showing the proposed location. The well location is spotted on the map, which shows the existing road system.

b. The well was staked by Terry J. Asel, Certificate No. 15079 on 10/6/17, certified 10/30/17.

c. Directions to Location: From the intersection of NM State Hwy 128 and CR 798 (Red Rd), go north on CR 798 for 8.7 miles. Turn right and go east on caliche road for 0.6 miles. Turn left and go right for 0.3 miles. Turn right and go east for 0.5 miles. Turn left and go north for 0.1 miles. Turn right on proposed road and go east for 507.1' to location.

#### 2. New or Reconstructed Access Roads:

- a. A new access road will be built. The access road will run 507.1' east through pasture to the southwest portion of the pad.
- b. The maximum width of the road will be 14'. It will be crowned and made up of 6" of rolled and compacted caliche. Water will be deflected, as necessary, to avoid accumulation and prevent surface erosion.
- c. Surface material will be native caliche. This material will be obtained from a BLM approved pit nearest in proximity to the location. The average grade will be approximately 1%.
- d. No cattle guards, grates or fence cuts will be required. Turnouts every 1000' as needed.
- e. Blade, water and repair existing caliche roads as needed.
- f. Water Bars will be incorporated every 200' during the construction of the road.

### 3. Location of Existing Wells:

Existing wells within a one mile radius of the proposed well are shown on attached plat.

# 4. Location of Existing and/or Proposed Facilities:

- a. In the event the well is found productive, the Lost Tank 30-19 Federal Tank Battery would be utilized and the necessary production equipment will be installed at the well site. See proposed facilities layout diagram.
- b. All flow lines will adhere to API standards and will be located on the well pad. Two 12" composite gas line pipe operating <150 psig, buried, lines to follow surveyed route. Survey of a strip of land 30' wide and 5548.9' in length crossing USA Land in Sections 13 & 24 T22S R31E, NMPM Eddy County and Section 19 T22S R32E, NMPM, Lea County, NM and being 15' left and 15' right of the centerline survey, see attached. Two 10" composite water line pipe operating <750 psig, buried, lines to follow surveyed route. Survey of a strip of land 30' wide and 11947.8' in length crossing USA Land in Sections 24 & 25 T22S R31E, NMPM Eddy County and Section 19 & 30 T22S R32E, NMPM, Lea County, NM and being 15' left and 15' right of the centerline survey, see attached.</p>

c. Electric line will follow a route approved by the BLM. Survey of a strip of land 30' wide and 745.8' in length crossing USA land in Sections 19 T22S R32E NMPM, Lea County, NM and being 15' left and 15' right of the centerline survey, see attached.

# 5. Location and types of Water Supply

This well will be drilled using a combination of water mud systems. It will be obtained from commercial water stations in the area and will be hauled to location by transport truck using existing and proposed roads.

#### 6. Construction Materials:

#### **Primary**

All caliche utilized for the drilling pad and proposed access road will be obtained from an existing BLM/State/Fee approved pit or from prevailing deposits found on the location. Will use BLM recommended extra caliche from other locations close by for roads, if available.

#### Secondary

The secondary way of obtaining caliche to build locations and roads will be by "turning over" the location. This means, caliche will be obtained from the actual well site. A caliche permit will be obtained from BLM prior to pushing up any caliche. 2400 cubic yards is max amount of caliche needed for pad and roads. Amount will vary for each pad. The procedure below has been approved by BLM personnel:

- a. The top 6" of topsoil is pushed off and stockpiled along the side of the location.
- b. An approximate 120' X 120' area is used within the proposed well site to remove caliche.
- c. Subsoil is removed and piled alongside the 120' X 120' within the pad site.
- d. When caliche is found, material will be stockpiled within the pad site to build the location and road.
- e. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road.
- f. Once the well is drilled the stockpiled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced. Neither caliche nor subsoil will be stockpiled outside of the well pad. Topsoil will be stockpiled along the edge of the pad as depicted in the attached plat.

# 7. Methods of Handling Waste Material:

- a. A closed loop system will be utilized consisting of above ground steel tanks and haul-off bins. Disposal of liquids, drilling fluids and cuttings will be disposed of at an approved facility. Solids-CRI, Liquids-Laguna
- b. All trash, junk and other waste material will be contained in trash cages or bins to prevent scattering. When the job is completed, all contents will be removed and disposed of in an approved sanitary landfill.
- c. The supplier, including broken sacks, will pickup slats remaining after completion of well.
- d. A Porto-john will be provided for the rig crews. This equipment will be properly maintained during the drilling and completion operations and will be removed when all operations are complete.
- e. Disposal of fluids to be transported will be by the following companies. TFH Ltd, Laguna SWD Facility
- 8. Ancillary Facilities: None needed.

## 9. Well Site Layout:

The proposed well site layout with dimensions of the pad layout and equipment location.

V-Door – South CL Tanks – East

Pad - 330' X 510' - 1 Well Pad + Tank Battery

#### 10. Plans for Surface Reclamation:

- a. After concluding the drilling and/or completion operations, if the well is found non-commercial, the caliche will be removed from the pad and transported to the original caliche pit or used for other drilling locations. The road will be reclaimed as directed by the BLM. The original topsoil will again be returned to the pad and contoured, as close as possible, to the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation.
- b. If the well is deemed commercially productive, caliche from the areas of the pad site not required for operations will be reclaimed. The original topsoil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation.

# 11. Surface Ownership:

The surface is owned by the U.S. Government and is administered by the BLM. The surface is multiple use with the primary uses of the region for the grazing of livestock and the production of oil and gas. The surface is leased to: The Jimmy Mills GST Trust, 1602 Avenue J, Abernathy, TX 79311. They will be notified of our intention to drill prior to any activity.

#### 12. Other Information:

- a. The vegetation cover is generally sparse consisting of mesquite, yucca, shinnery oak, sandsage and perennial native range grass. The topsoil is sandy in nature. Wildlife in the area is also sparse consisting of deer, coyotes, rabbits, rodents, reptiles, dove and quail.
- b. There is no permanent or live water in the general proximity of the location.
- c. There are no dwellings within one mile of the proposed well site.
- d. Cultural Resources Examination-This well is located in the Permian Basin PA. Payment to be determined by BLM.
- e. Copy of this application has been mailed to SWCA Environmental Consultants, 5647 Jefferson St. NE, Albuquerque, NM 87109. No Potash leases within one mile of surface location.

# 13. Bond Coverage:

Supt. Operations

Bond coverage is Individual-NMB000862, Nationwide-ESB00226.

#### 14. Operators Representatives:

The OXY Permian representatives responsible for ensuring compliance of the surface use plan are listed below:

Van Barton

1502 West Commerce Dr. Carlsbad, NM 88220

Office - 575-628-4111 Cellular - 575-706-7671

Jim Wilson

Operation Specialist P.O. Box 50250 Midland, TX 79710 Cellular – 575-631-2442 Corrie Hartman Manager Asset P.O. Box 4294

Houston, TX Carlsbad, NM 88220

Office - 713-215-7084 Cellular - 832-541-3190

Cuong Q. Phan RMT Leader P.O. Box 4294 Houston, TX 77210 Office – 713-513-6645 Cellular – 281-832-0978





#### Section 1 - General

Would you like to address long-term produced water disposal? NO

# Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

**Produced Water Disposal (PWD) Location:** 

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

# Section 3 - Unlined Pits

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

	•
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Unlined pit PWD on or off channel:	
Unlined pit PWD discharge volume (bbl/day):	
Unlined pit specifications:	
Precipitated solids disposal:	
Decribe precipitated solids disposal:	
Precipitated solids disposal permit:	
Unlined pit precipitated solids disposal schedule:	
Unlined pit precipitated solids disposal schedule attachment:	
Unlined pit reclamation description:	
Unlined pit reclamation attachment:	
Unlined pit Monitor description:	
Unlined pit Monitor attachment:	
Do you propose to put the produced water to beneficial use?	
Beneficial use user confirmation:	
Estimated depth of the shallowest aquifer (feet):	
Does the produced water have an annual average Total Disso that of the existing water to be protected?	lved Solids (TDS) concentration equal to or less than
TDS lab results:	
Geologic and hydrologic evidence:	
State authorization:	
Unlined Produced Water Pit Estimated percolation:	
Unlined pit: do you have a reclamation bond for the pit?	
Is the reclamation bond a rider under the BLM bond?	
Unlined pit bond number:	
Unlined pit bond amount:	
Additional bond information attachment:	
Section 4 - Injection	
Would you like to utilize Injection PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Injection PWD discharge volume (bbl/day):	

Injection well type:	
Injection well number:	Injection well name:
Assigned injection well API number?	Injection well API number:
Injection well new surface disturbance (acres):	
Minerals protection information:	
Mineral protection attachment:	
Underground Injection Control (UIC) Permit?	
UIC Permit attachment:	
Section 5 - Surface Discharge	
Would you like to utilize Surface Discharge PWD options? NO	
Produced Water Disposal (PWD) Location:	·
PWD surface owner:	PWD disturbance (acres):
Surface discharge PWD discharge volume (bbl/day):	
Surface Discharge NPDES Permit?	
Surface Discharge NPDES Permit attachment:	
Surface Discharge site facilities information:	
Surface discharge site facilities map:	
Section 6 - Other	
Would you like to utilize Other PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Other PWD discharge volume (bbl/day):	
Other PWD type description:	
Other PWD type attachment:	
Have other regulatory requirements been met?	
Other regulatory requirements attachment:	



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

# Bond Info Data Report 08/29/2018

# **Bond Information**

Federal/Indian APD: FED

**BLM Bond number: ESB000226** 

**BIA Bond number:** 

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

**BLM** reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

**Reclamation bond amount:** 

**Reclamation bond rider amount:** 

Additional reclamation bond information attachment: