

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

HOBBS OCD

MAR 10 2020

RECEIVED

| | | |
|---|---|--|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. NMNM069377 |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 6. If Indian, Allottee or Tribe Name |
| 1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone | | 7. If Unit or CA Agreement, Name and No. |
| 2. Name of Operator OXY USA INCORPORATED (16696) | | 8. Lease Name and Well No. LION OIL 28-33 FEDERAL COM 34H (327301) |
| 3a. Address 5 Greenway Plaza, Suite 110 Houston TX 77046 | 3b. Phone No. (include area code) (713)366-5716 | 9. API Well No. 30-025-46956 (98296) |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NWNE / 255 FNL / 1550 FEL / LAT 32.3691896 / LONG -103.6761338 At proposed prod. zone SWSE / 20 FSL / 1640 FEL / LAT 32.3409164 / LONG -103.6763955 | | 10. Field and Pool, or Exploratory WC-025 G-08 S223227D / WC-025 G-08 |
| 11. Sec., T. R. M. or Blk. and Survey or Area SEC 28 / T22S / R32E / NMP | | |
| 14. Distance in miles and direction from nearest town or post office* 25 miles | | 12. County or Parish LEA |
| 13. State NM | | |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 20 feet | 16. No of acres in lease 320 | 17. Spacing Unit dedicated to this well 640 |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 35 feet | 19. Proposed Depth 11863 feet / 22702 feet | 20. BLM/BIA Bond No. in file FED: ESB000226 |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3625 feet | 22. Approximate date work will start* 09/01/2020 | 23. Estimated duration 15 days |
| 24. Attachments | | |

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- | | |
|--|---|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM. |

| | | |
|--|---|--------------------|
| 25. Signature (Electronic Submission) | Name (Printed/Typed) Leslie Reeves / Ph: (713)497-2492 | Date 03/14/2019 |
| Title Advisor Regulatory | | |
| Approved by (Signature) (Electronic Submission) | Name (Printed/Typed) Cody Layton / Ph: (575)234-5959 | Date 03/06/2020 |
| Title Assistant Field Manager Lands & Minerals | | |
| Office CARLSBAD | | |

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.

Conditions of approval, if any, are attached.

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.

OCD Rec 03/10/2020

K2 03/11/2020

APPROVED WITH CONDITIONS

Approval Date: 03/06/2020



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

Operator Certification Data Report

03/09/2020

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: Leslie Reeves

Signed on: 03/14/2019

Title: Advisor Regulatory

Street Address: 5 Greenway Plaza, Suite 110

City: Houston

State: TX

Zip: 77046

Phone: (713)497-2492

Email address: Leslie_Reeves@oxy.com

Field Representative

Representative Name:

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

03/09/2020

APD ID: 10400039683

Submission Date: 03/14/2019

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Well Type: OIL WELL

Well Work Type: Drill



[Show Final Text](#)

Section 1 - General

APD ID: 10400039683

Tie to previous NOS? N

Submission Date: 03/14/2019

BLM Office: CARLSBAD

User: Leslie Reeves

Title: Advisor Regulatory

Federal/Indian APD: FED

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

Lease number: NMNM069377

Lease Acres: 320

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

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

Zip: 77046

Operator PO Box:

Operator City: Houston

State: TX

Operator Phone: (713)366-5716

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WC-025 G-08
S223227D

Pool Name: WC-025 G-08
S223227D

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

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

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

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

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: LION Number: 34H & 35H

OIL 28-33 FEDERAL COM

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: 25 Miles

Distance to nearest well: 35 FT

Distance to lease line: 20 FT

Reservoir well spacing assigned acres Measurement: 640 Acres

Well plat: LionOil28_33FdCom34H_C102_20190304144808.pdf

LionOil28_33FdCom34H_SitePlan_20190304144818.pdf

Well work start Date: 09/01/2020

Duration: 15 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

Reference Datum:

| Wellbore | 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 | Will this well produce from this lease? |
|------------|---------|--------------|---------|--------------|------|-------|---------|-------------------|------------|--------------|--------|-------------|-------------|------------|--------------|-----------|-------|-------|---|
| SHL Leg #1 | 255 | FNL | 1550 | FEL | 22S | 32E | 28 | Aliquot NWNE | 32.3691896 | -103.6761338 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 069377 | 3625 | 0 | 0 | |
| KOP Leg #1 | 50 | FNL | 1640 | FEL | 22S | 32E | 28 | Aliquot NWNE | 32.3697521 | -103.676426 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 069377 | -8238 | 12259 | 11863 | |

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

| Wellbore | 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 | Will this well produce from this lease? |
|--------------|---------|--------------|---------|--------------|------|-------|---------|-------------------|------------|--------------|--------|-------------|-------------|------------|--------------|-----------|-------|-------|---|
| PPP Leg #1-1 | 6 | FSL | 1639 | FEL | 22S | 32E | 28 | Aliquot SWSE | 32.355393 | -103.67641 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 077060 | -8238 | 17434 | 11863 | |
| PPP Leg #1-2 | 100 | FNL | 1640 | FEL | 22S | 32E | 28 | Aliquot NWNE | 32.3696146 | -103.6764258 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 069377 | -8238 | 12259 | 11863 | |
| EXIT Leg #1 | 100 | FSL | 1640 | FEL | 22S | 32E | 33 | Aliquot SWSE | 32.3411363 | -103.6763957 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 077060 | -8238 | 22602 | 11863 | |
| BHL Leg #1 | 20 | FSL | 1640 | FEL | 22S | 32E | 33 | Aliquot SWSE | 32.3409164 | -103.6763955 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 077060 | -8238 | 22702 | 11863 | |



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

Drilling Plan Data Report

03/09/2020

APD ID: 10400039683

Submission Date: 03/14/2019

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Well Type: OIL WELL

Well Work Type: Drill

Show Final Text

Section 1 - Geologic Formations

| Formation ID | Formation Name | Elevation | True Vertical Depth | Measured Depth | Lithologies | Mineral Resources | Producing Formation |
|--------------|-----------------|-----------|---------------------|----------------|------------------------------------|--|---------------------|
| 410536 | RUSTLER | 3625 | 837 | 837 | ANHYDRITE, DOLOMITE, SHALE | USEABLE WATER | N |
| 410535 | SALADO | 2372 | 1253 | 1253 | ANHYDRITE, DOLOMITE, HALITE, SHALE | OTHER : SALT | N |
| 410533 | CASTILE | 783 | 2842 | 2842 | ANHYDRITE | OTHER : salt | N |
| 410537 | LAMAR | -1018 | 4643 | 4643 | LIMESTONE, SANDSTONE, SILTSTONE | NATURAL GAS, OIL, OTHER : BRINE | N |
| 410538 | BELL CANYON | -1061 | 4686 | 4686 | SANDSTONE, SILTSTONE | NATURAL GAS, OIL, OTHER, USEABLE WATER : BRINE | N |
| 410539 | CHERRY CANYON | -1980 | 5605 | 5605 | SANDSTONE, SILTSTONE | NATURAL GAS, OIL, OTHER : BRINE | N |
| 410540 | BRUSHY CANYON | -3209 | 6834 | 6843 | LIMESTONE, SANDSTONE, SILTSTONE | NATURAL GAS, OIL, OTHER : BRINE | N |
| 410534 | BONE SPRING | -4915 | 8540 | 8576 | LIMESTONE, SANDSTONE, SILTSTONE | NATURAL GAS, OIL | N |
| 415263 | BONE SPRING 1ST | -6059 | 9684 | 9734 | LIMESTONE, SANDSTONE, SILTSTONE | NATURAL GAS, OIL | N |
| 410541 | BONE SPRING 2ND | -6343 | 9968 | 10025 | LIMESTONE, SANDSTONE, SILTSTONE | NATURAL GAS, OIL | Y |
| 410542 | BONE SPRING 3RD | -7168 | 10793 | 10860 | LIMESTONE, SANDSTONE, SILTSTONE | NATURAL GAS, OIL | Y |
| 410543 | WOLFCAMP | -8146 | 11771 | 11934 | SANDSTONE, SILTSTONE | NATURAL GAS, OIL | Y |

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 11863

Equipment: 13-5/8" 5M Annular, Blind Ram, Double Ram

Requesting Variance? YES

Variance request: Request for the use of a flexible choke line from the BOP to Choke Manifold.

Testing Procedure: 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 ungraded all the components installed will be functional and

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

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. A multibowl wellhead or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum 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/BLM 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 pad. 2. When skidding to drill an intermediate section that does not penetrate into the Wolfcamp. 3. Full BOP test will be required prior to drilling any production section.

Choke Diagram Attachment:

LionOil28_33FdCom34H_ChokeManifold_20190311120907.pdf

BOP Diagram Attachment:

LionOil28_33FdCom34H_BOP5M_20190311120918.PDF

LionOil28_33FdCom34H_FlexHoseCert_20190311120933.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 | 14.75 | 10.75 | NEW | API | N | 0 | 1193 | 0 | 1193 | | | 1193 | J-55 | 40.5 | BUTT | 1.125 | 1.2 | BUOY | 1.4 | BUOY | 1.4 |
| 2 | INTERMEDIATE | 9.875 | 7.625 | NEW | API | N | 0 | 11358 | 0 | 11289 | | | 11358 | HCL-80 | 26.4 | BUTT | 1.125 | 1.2 | BUOY | 1.4 | BUOY | 1.4 |
| 3 | PRODUCTION | 6.75 | 5.5 | NEW | API | N | 0 | 22701 | 0 | 11863 | | | 22701 | P-110 | 20 | OTHER - DQX | 1.125 | 1.2 | BUOY | 1.4 | BUOY | 1.4 |

Casing Attachments

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Casing Attachments

Casing ID: 1 **String Type:** SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

LionOil28_33FdCom34H_CsgCriteria_20190311121104.pdf

Casing ID: 2 **String Type:** INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

LionOil28_33FdCom34H_CsgCriteria_20190311121303.pdf

Casing ID: 3 **String Type:** PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

LionOil28_33FdCom34H_CsgCriteria_20190311121801.pdf

LionOil28_33FdCom34H_5.500in_x_20.00__P110_HC_TMK_UP_SF_TORQ_20190311121815.pdf

LionOil28_33FdCom34H_5.500in_x_20.00__P_110_TMK_UP_DQX_20190311121822.pdf

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Section 4 - Cement

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|-------------|-----------|------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|-------------|
| SURFACE | Lead | | 0 | 1193 | 985 | 1.33 | 14.8 | 1310 | 100 | CI C | Accelerator |

| | | | | | | | | | | | |
|--------------|------|------|---|------|------|------|------|------|-----|------|-----------------------|
| INTERMEDIATE | Lead | 4693 | 0 | 4693 | 1068 | 1.67 | 13.6 | 1784 | 100 | CI C | Accelerator, Retarder |
|--------------|------|------|---|------|------|------|------|------|-----|------|-----------------------|

| | | | | | | | | | | | |
|--------------|------|------|-----------|-----------|-----|------|------|------|----|------------|----------------------------|
| INTERMEDIATE | Lead | 4693 | 4593 | 1035 8 | 576 | 2.58 | 10.2 | 1486 | 20 | Pozzolan C | Retarder |
| INTERMEDIATE | Tail | | 1035 8 | 1135 8 | 167 | 1.61 | 13.2 | 269 | 20 | CI H | Retarder, Dispersant, Salt |
| PRODUCTION | Lead | | 1085 8 | 2270 1 | 868 | 1.38 | 13.2 | 1198 | 20 | CL H | Retarder, Dispersant, Salt |

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

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

| Top Depth | Bottom Depth | Mud Type | Min Weight (lbs/gal) | Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | PH | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|---|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 1193 | 1135 8 | OTHER : Saturated Brine Based Mud | 8 | 10 | | | | | | | |
| 1135 8 | 2270 1 | OTHER : Water- Based and/or Oil-Based Mud | 9.5 | 12 | | | | | | | |
| 0 | 1193 | WATER-BASED MUD | 8.6 | 8.8 | | | | | | | |

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 intermediate 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: 7402

Anticipated Surface Pressure: 4792.13

Anticipated Bottom Hole Temperature(F): 175

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

Describe:

Contingency Plans geohazards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

LionOil28_33FdCom34H_H2S1_20190311123106.pdf

LionOil28_33FdCom34H_H2S2_20190311123114.pdf

LionOil28_33FdCom34H_H2SEmerCont_20190311123131.pdf

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

LionOil28_33FdCom34H_DirectPlot_20190311123148.pdf

LionOil28_33FdCom34H_DirectPlan_20190311123201.pdf

Other proposed operations facets description:

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 will be run in case a contingency second stage is required for cement to reach surface. If cement circulated to surface during first stage we will drop a cancelation cone and not pump the second stage.

OXY requests the option to run production casing with DQX and/or SF TORQ connections to accommodate hole conditions or drilling operations.

OXY requests to pump a two stage cement job on the intermediate II casing string with the first stage being pumped conventionally with the calculated TOC @ the Bone Spring and the second stage performed as a bradenhead squeeze with planned cement from the Bone Spring to surface.

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.

Well will be drilled with a walking/skidding operation. Plan to drill the multiple well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.

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.

Other proposed operations facets attachment:

LionOil28_33FdCom34H_DrillPlan_20190311123223.pdf

LionOil28_33FdCom34H_GasCapPlan_20190311123404.pdf

LionOil28_33FdCom34H_SpudRigData_20190311123415.pdf

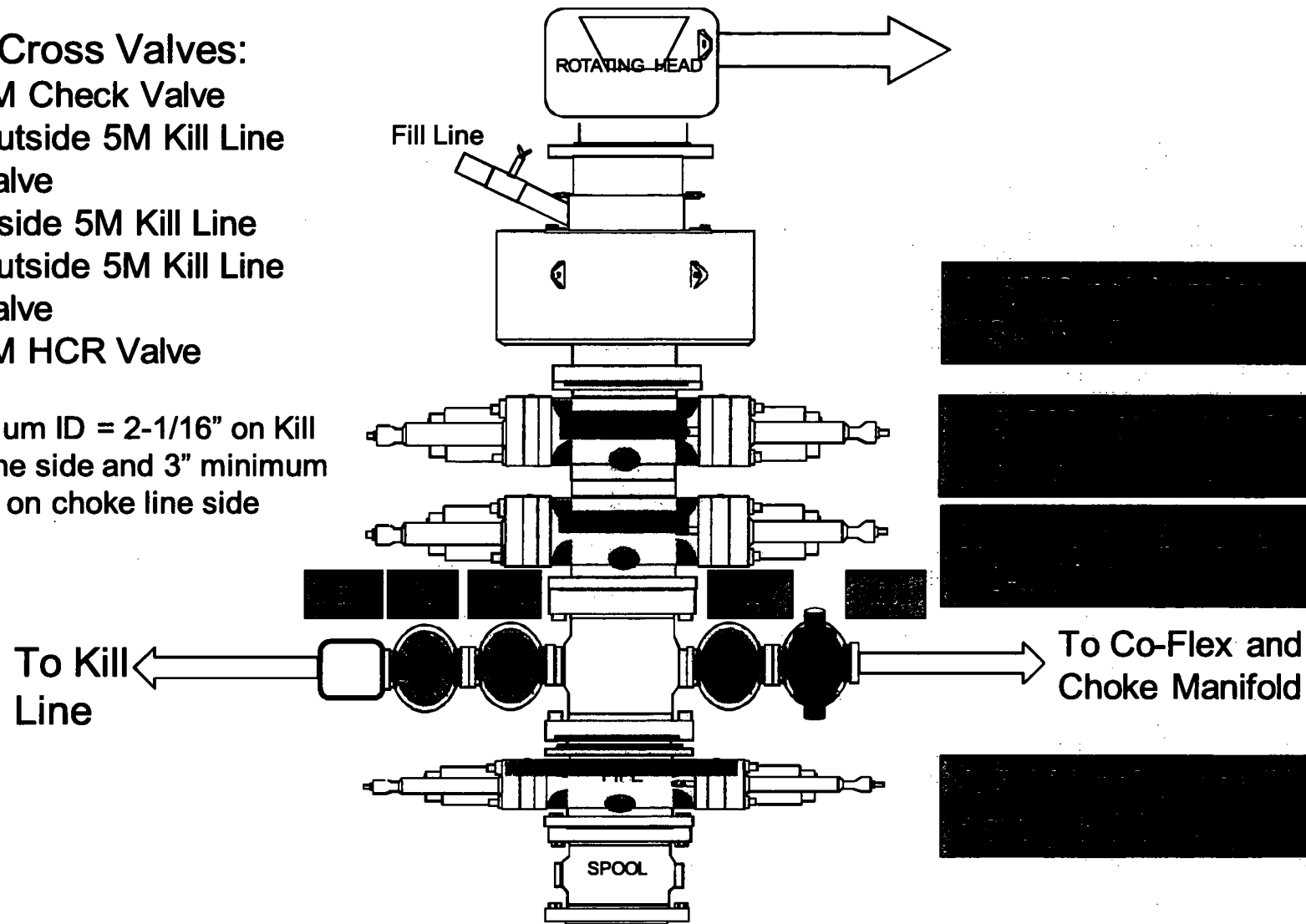
Other Variance attachment:

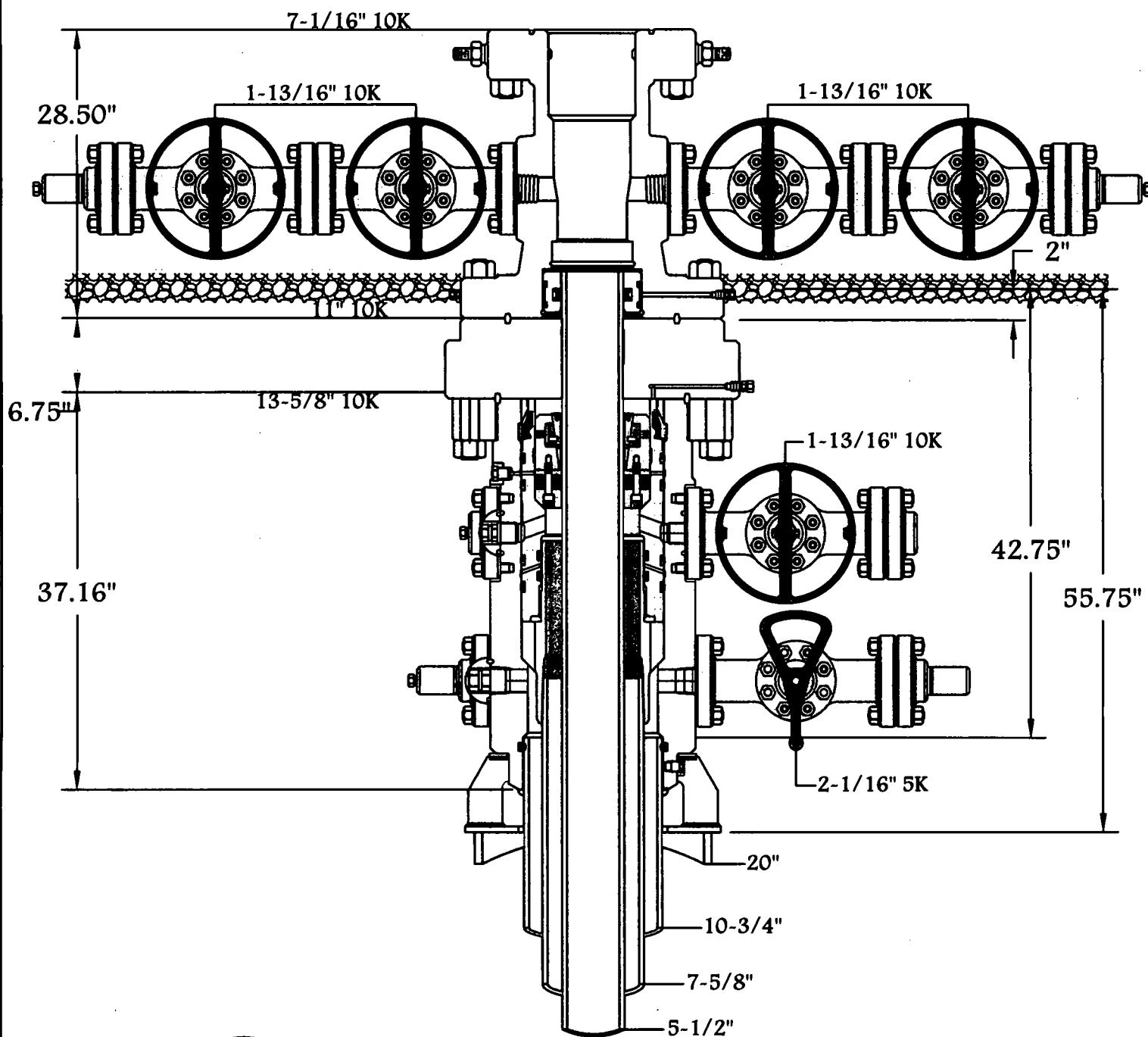
5M BOP Stack

Mud Cross Valves:

5. 5M Check Valve
6. Outside 5M Kill Line Valve
7. Inside 5M Kill Line Valve
8. Outside 5M Kill Line Valve
9. 5M HCR Valve

*Minimum ID = 2-1/16" on Kill Line side and 3" minimum ID on choke line side





13-5/8" 10K MN-DS

CAMERON
A Schlumberger Company

| | | | |
|-------|-------|-------------------|---|
| Name: | Date: | Working Pressure: | # |
|-------|-------|-------------------|---|



**Permian Drilling
Hydrogen Sulfide Drilling Operations Plan
Lion Oil 28_33 Fed Com 34H**

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.

▲ H2S Detectors. At least three detectors will be installed: bell nipple, rig floor and Shakers.

● Briefing Areas. At least two briefing areas will be placed, 90 deg off.

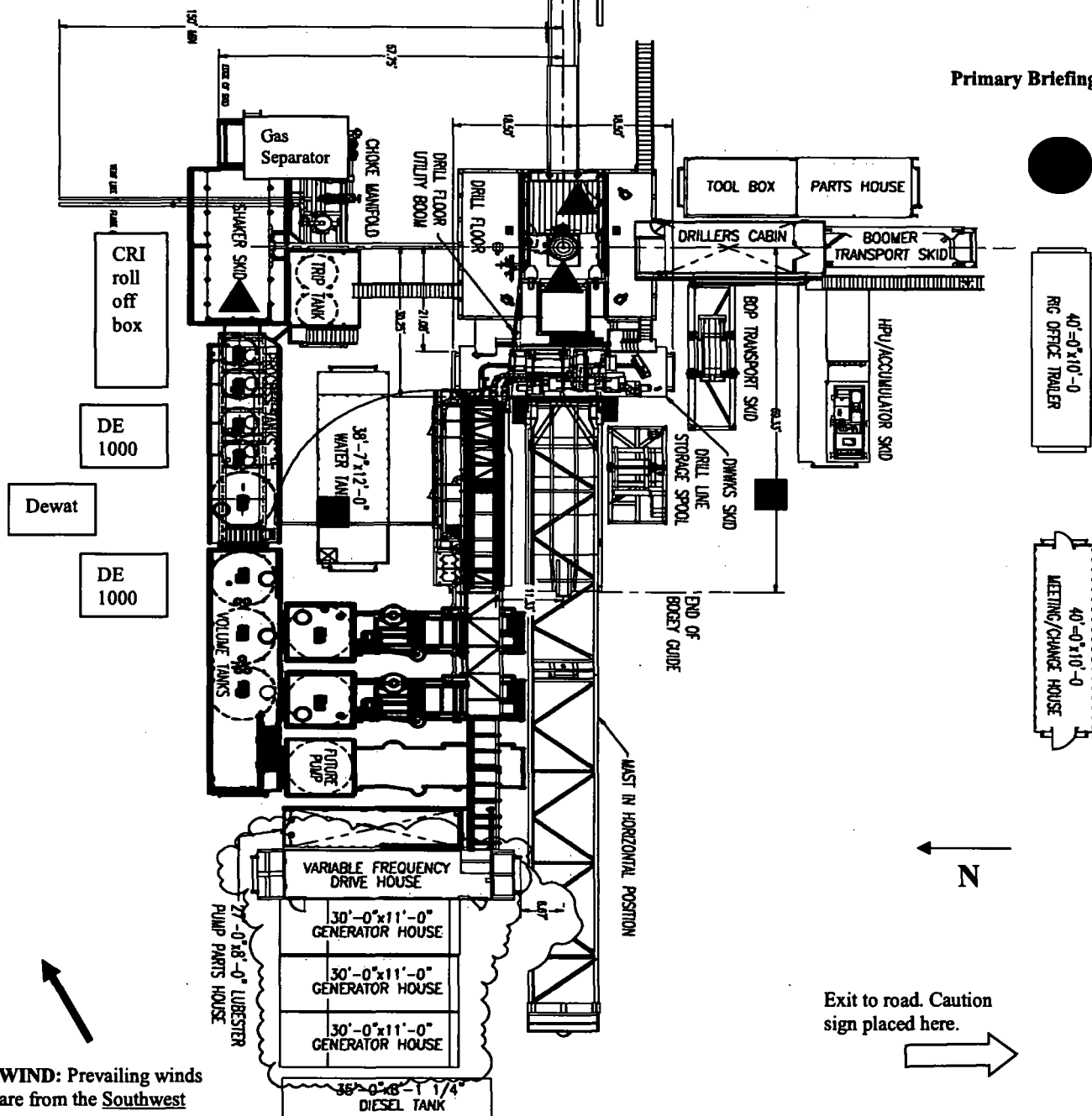
■ Wind direction indicators. Visible from rig floor and from the mud pits area.

A gas buster is connected to both the choke manifold and flowline outlets.

Secondary Briefing Area

Secondary Egress

Primary Briefing Area





Permian Drilling Hydrogen Sulfide Drilling Operations Plan New Mexico

Scope

This contingency plan establishes guidelines for the public, all company employees, and contract employees who's work activities may involve exposure to hydrogen sulfide (H₂S) gas.

While drilling this well, it is possible to encounter H₂S bearing formations. At all times, the first barrier to control H₂S emissions will be the drilling fluid, which will have a density high enough to control influx.

Objective

1. Provide an immediate and predetermined response plan to any condition when H₂S is detected. All H₂S detections in excess of 10 parts per million (ppm) concentration are considered an Emergency.
2. Prevent any and all accidents, and prevent the uncontrolled release of hydrogen sulfide into the atmosphere.
3. Provide proper evacuation procedures to cope with emergencies.
4. Provide immediate and adequate medical attention should an injury occur.

Discussion

| | |
|---------------------------------------|---|
| Implementation: | This plan with all details is to be fully implemented before drilling to <u>commence</u> . |
| Emergency response Procedure: | This section outlines the conditions and denotes steps to be taken in the event of an emergency. |
| Emergency equipment Procedure: | This section outlines the safety and emergency equipment that will be required for the drilling of this well. |
| Training provisions: | This section outlines the training provisions that must be adhered to prior to drilling. |
| Drilling emergency call lists: | Included are the telephone numbers of all persons to be contacted should an emergency exist. |
| Briefing: | This section deals with the briefing of all people involved in the drilling operation. |
| Public safety: | Public safety personnel will be made aware of any potential evacuation and any additional support needed. |
| Check lists: | Status check lists and procedural check lists have been included to insure adherence to the plan. |
| General information: | A general information section has been included to supply support information. |

Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on the well:

1. The hazards and characteristics of H₂S.
2. Proper use and maintenance of personal protective equipment and life support systems.
3. H₂S detection.
4. Proper use of H₂S detectors, alarms, warning systems, briefing areas, evacuation procedures and prevailing winds.
5. Proper techniques for first aid and rescue procedures.
6. Physical effects of hydrogen sulfide on the human body.
7. Toxicity of hydrogen sulfide and sulfur dioxide.
8. Use of SCBA and supplied air equipment.
9. First aid and artificial respiration.
10. Emergency rescue.

In addition, supervisory personnel will be trained in the following areas:

1. The effects of H₂S on metal components. If high tensile strength tubular is to be used, personnel will be trained in their special maintenance requirements.
2. Corrective action and shut-in procedures when drilling a well, blowout prevention and well control procedures.
3. The contents and requirements of the H₂S Drilling Operations Plan.

H₂S training refresher must have been taken within one year prior to drilling the well. Specifics on the well to be drilled will be discussed during the pre-spud meeting. H₂S and well control (choke) drills will be performed while drilling the well, at least on a weekly basis. This plan shall be available in the well site. All personnel will be required to carry the documentation proving that the H₂S training has been taken.

Service company and visiting personnel

- A. Each service company that will be on this well will be notified if the zone contains H₂S.
- B. Each service company must provide for the training and equipment of their employees before they arrive at the well site.
- C. Each service company will be expected to attend a well site briefing

Emergency Equipment Requirements

1. Well control equipment

The well shall have hydraulic BOP equipment for the anticipated pressures. Equipment is to be tested on installation and follow Oxy Well Control standard, as well as BLM Onshore Order #2.

Special control equipment:

- A. Hydraulic BOP equipment with remote control on ground. Remotely operated choke.
- B. Rotating head
- C. Gas buster equipment shall be installed before drilling out of surface pipe.

2. Protective equipment for personnel

- A. Four (4) 30-minute positive pressure air packs (2 at each briefing area) on location.
- B. Adequate fire extinguishers shall be located at strategic locations.
- C. Radio / cell telephone communication will be available at the rig.
 - Rig floor and trailers.
 - Vehicle.

3. Hydrogen sulfide sensors and alarms

- A. H2S sensor with alarms will be located on the rig floor, at the bell nipple, and at the flow line. These monitors will be set to alarm at 10 ppm with strobe light, and audible alarm.
- B. Hand operated detectors with tubes.
- C. H2S monitor tester (to be provided by contract Safety Company.)
- D. There shall be one combustible gas detector on location at all times.

4. Visual Warning Systems

- A. One sign located at each location entrance with the following language:

**Caution – potential poison gas
Hydrogen sulfide
No admittance without authorization**

Wind sock – wind streamers:

- A. One 36" (in length) wind sock located at protection center, at height visible from rig floor.
- B. One 36" (in length) wind sock located at height visible from pit areas.

Condition flags

- A. One each condition flag to be displayed to denote conditions.

green – normal conditions
yellow – potential danger
red – danger, H2S present

- B. Condition flag shall be posted at each location sign entrance.

5. Mud Program

The mud program is designed to minimize the risk of having H2S and other formation fluids at surface. Proper mud weight and safe drilling practices will be applied. H2S scavengers will be used to minimize the hazards while drilling. Below is a summary of the drilling program.

Mud inspection devices:

Garrett gas train or hatch tester for inspection of sulfide concentration in mud system.

6. Metallurgy

- A. Drill string, casing, tubing, wellhead, blowout preventers, drilling spools or adapters, kill lines, choke manifold, lines and valves shall be suitable for the H2S service.
- B. All the elastomers, packing, seals and ring gaskets shall be suitable for H2S service.

7. Well Testing

No drill stem test will be performed on this well.

8. Evacuation plan

Evacuation routes should be established prior to well spud for each well and discussed with all rig personnel.

9. Designated area

- A. Parking and visitor area: all vehicles are to be parked at a predetermined safe distance from the wellhead.
- B. There will be a designated smoking area.
- C. Two briefing areas on either side of the location at the maximum allowable distance from the well bore so they offset prevailing winds perpendicularly, or at a 45-degree angle if wind direction tends to shift in the area.

Emergency procedures

- A. In the event of any evidence of H₂S level above 10 ppm, take the following steps:
 - 1. The Driller will pick up off bottom, shut down the pumps, slow down the pipe rotation.
 - 2. Secure and don escape breathing equipment, report to the upwind designated safe briefing / muster area.
 - 3. All personnel on location will be accounted for and emergency search should begin for any missing, the Buddy System will be implemented.
 - 4. Order non-essential personnel to leave the well site, order all essential personnel out of the danger zone and upwind to the nearest designated safe briefing / muster area.
 - 5. Entrance to the location will be secured to a higher level than our usual "Meet and Greet" requirement, and the proper condition flag will be displayed at the entrance to the location.
 - 6. Take steps to determine if the H₂S level can be corrected or suppressed and, if so, proceed as required.
- B. If uncontrollable conditions occur:
 - 1. Take steps to protect and/or remove any public in the down-wind area from the rig – partial evacuation and isolation. Notify necessary public safety personnel and appropriate regulatory entities (i.e. BLM) of the situation.

2. Remove all personnel to the nearest upwind designated safe briefing / muster area or off location.
3. Notify public safety personnel of safe briefing / muster area.
4. An assigned crew member will blockade the entrance to the location. No unauthorized personnel will be allowed entry to the location.
5. Proceed with best plan (at the time) to regain control of the well. Maintain tight security and safety procedures.

C. Responsibility:

1. Designated personnel.

- a. Shall be responsible for the total implementation of this plan.
- b. Shall be in complete command during any emergency.
- c. Shall designate a back-up.

All personnel:

1. On alarm, don escape unit and report to the nearest upwind designated safe briefing / muster area upw
2. Check status of personnel (buddy system).
3. Secure breathing equipment.
4. Await orders from supervisor.

Drill site manager:

1. Don escape unit if necessary and report to nearest upwind designated safe briefing / muster area.
2. Coordinate preparations of individuals to return to point of release with tool pusher and driller (using the buddy system).
3. Determine H2S concentrations.
4. Assess situation and take control measures.

Tool pusher:

1. Don escape unit Report to up nearest upwind designated safe briefing / muster area.
2. Coordinate preparation of individuals to return to point of release with tool pusher drill site manager (using the buddy system).
3. Determine H2S concentration.
4. Assess situation and take control measures.

Driller:

1. Don escape unit, shut down pumps, continue

- rotating DP.
 - 2. Check monitor for point of release.
 - 3. Report to nearest upwind designated safe briefing / muster area.
 - 4. Check status of personnel (in an attempt to rescue, use the buddy system).
 - 5. Assigns least essential person to notify Drill Site Manager and tool pusher by quickest means in case of their absence.
 - 6. Assumes the responsibilities of the Drill Site Manager and tool pusher until they arrive should they be absent.
- Derrick man
Floor man #1
Floor man #2
- 1. Will remain in briefing / muster area until instructed by supervisor.
- Mud engineer:
- 1. Report to nearest upwind designated safe briefing / muster area.
 - 2. When instructed, begin check of mud for ph and H2S level. (Garett gas train.)
- Safety personnel:
- 1. Mask up and check status of all personnel and secure operations as instructed by drill site manager.

Taking a kick

When taking a kick during an H2S emergency, all personnel will follow standard Well control procedures after reporting to briefing area and masking up.

Open-hole logging

All unnecessary personnel off floor. Drill Site Manager and safety personnel should monitor condition, advise status and determine need for use of air equipment.

Running casing or plugging

Following the same "tripping" procedure as above. Drill Site Manager and safety personnel should determine if all personnel have access to protective equipment.

Ignition procedures

The decision to ignite the well is the responsibility of the operator (Oxy Drilling Management). The decision should be made only as a last resort and in a situation where it is clear that:

1. Human life and property are endangered.
2. There is no hope controlling the blowout under the prevailing conditions at the well.

Instructions for igniting the well

1. Two people are required for the actual igniting operation. They must wear self-contained breathing units and have a safety rope attached. One man (tool pusher or safety engineer) will check the atmosphere for explosive gases with the gas monitor. The other man is responsible for igniting the well.
2. Primary method to ignite: 25 mm flare gun with range of approximately 500 feet.
3. Ignite upwind and do not approach any closer than is warranted.
4. Select the ignition site best for protection, and which offers an easy escape route.
5. Before firing, check for presence of combustible gas.
6. After lighting, continue emergency action and procedure as before.
7. All unassigned personnel will remain in briefing area until instructed by supervisor or directed by the Drill Site Manager.

Remember: After well is ignited, burning hydrogen sulfide will convert to sulfur dioxide, which is also highly toxic. **Do not assume the area is safe after the well is ignited.**

Status check list

Note: All items on this list must be completed before drilling to production casing point.

1. H2S sign at location entrance.
2. Two (2) wind socks located as required.
3. Four (4) 30-minute positive pressure air packs (2 at each Briefing area) on location for all rig personnel and mud loggers.
4. Air packs inspected and ready for use.
5. Cascade system and hose line hook-up as needed.
6. Cascade system for refilling air bottles as needed.
7. Condition flag on location and ready for use.
8. H2S detection system hooked up and tested.
9. H2S alarm system hooked up and tested.
10. Hand operated H2S detector with tubes on location.
11. 1 – 100' length of nylon rope on location.
12. All rig crew and supervisors trained as required.
13. All outside service contractors advised of potential H2S hazard on well.
14. No smoking sign posted and a designated smoking area identified.
15. Calibration of all H2S equipment shall be noted on the IADC report.

Checked by: _____ Date: _____

Procedural check list during H2S events

Perform each tour:

1. Check fire extinguishers to see that they have the proper charge.
2. Check breathing equipment to ensure that it is in proper working order.
3. Make sure all the H2S detection system is operative.

Perform each week:

1. Check each piece of breathing equipment to make sure that demand or forced air regulator is working. This requires that the bottle be opened and the mask assembly be put on tight enough so that when you inhale, you receive air or feel air flow.
2. BOP skills (well control drills).
3. Check supply pressure on BOP accumulator stand by source.
4. Check breathing equipment mask assembly to see that straps are loosened and turned back, ready to put on.
5. Check pressure on breathing equipment air bottles to make sure they are charged to full volume. (Air quality checked for proper air grade "D" before bringing to location)
6. Confirm pressure on all supply air bottles.
7. Perform breathing equipment drills with on-site personnel.
8. Check the following supplies for availability.
 - A. Emergency telephone list.
 - B. Hand operated H2S detectors and tubes.

General evacuation plan

1. When the company approved supervisor (Drill Site Manager, consultant, rig pusher, or driller) determines the H₂S gas cannot be limited to the well location and the public will be involved, he will activate the evacuation plan.
2. Drill Site Manager or designee will notify local government agency that a hazardous condition exists and evacuation needs to be implemented.
3. Company or contractor safety personnel that have been trained in the use of H₂S detection equipment and self-contained breathing equipment will monitor H₂S concentrations, wind directions, and area of exposure. They will delineate the outer perimeter of the hazardous gas area. Extension to the evacuation area will be determined from information gathered.
4. Law enforcement personnel (state police, police dept., fire dept., and sheriff's dept.) Will be called to aid in setting up and maintaining road blocks. Also, they will aid in evacuation of the public if necessary.
5. After the discharge of gas has been controlled, company safety personnel will determine when the area is safe for re-entry.

Important: Law enforcement personnel will not be asked to come into a contaminated area. Their assistance will be limited to uncontaminated areas. Constant radio contact will be maintained with them.

Emergency actions

Well blowout – if emergency

1. Evacuate all personnel to “Safe Briefing / Muster Areas” or off location if needed.
2. If sour gas – evacuate rig personnel.
3. If sour gas – evacuate public within 3000 ft radius of exposure.
4. Don SCBA and shut well in if possible using the buddy system.
5. Notify Drilling Superintendent and call 911 for emergency help (fire dept and ambulance) if needed.
6. Implement the Blowout Contingency Plan, and Drilling Emergency Action Plan.
6. Give first aid as needed.

Person down location/facility

1. If immediately possible, contact 911. Give location and wait for confirmation.
2. Don SCBA and perform rescue operation using buddy system.

Toxic effects of hydrogen sulfide

Hydrogen sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 ppm, which is .001% by volume. Hydrogen sulfide is heavier than air (specific gravity – 1.192) and colorless. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. Hydrogen sulfide is almost as toxic as hydrogen cyanide and is between five and six times more toxic than carbon monoxide. Toxicity data for hydrogen sulfide and various other gases are compared in table i. Physical effects at various hydrogen sulfide exposure levels are shown in table ii.

Table i
Toxicity of various gases

| Common name | Chemical formula | Specific gravity (sc=1) | Threshold limit (1) | Hazardous limit (2) | Lethal concentration (3) |
|------------------|------------------|-------------------------|---------------------|-----------------------------|--------------------------|
| Hydrogen Cyanide | Hcn | 0.94 | 10 ppm | 150 ppm/hr | 300 ppm |
| Hydrogen Sulfide | H2S | 1.18 | 10 ppm | 250 ppm/hr | 600 ppm |
| Sulfur Dioxide | So2 | 2.21 | 5 ppm | - | 1000 ppm |
| Chlorine | Cl2 | 2.45 | 1 ppm | 4 ppm/hr | 1000 ppm |
| Carbon Monoxide | Co | 0.97 | 50 ppm | 400 ppm/hr | 1000 ppm |
| Carbon Dioxide | Co2 | 1.52 | 5000 ppm | 5% | 10% |
| Methane | Ch4 | 0.55 | 90,000 ppm | Combustible above 5% in air | |

- 1) threshold limit – concentration at which it is believed that all workers may be repeatedly exposed day after day without adverse effects.
- 2) hazardous limit – concentration that will cause death with short-term exposure.
- 3) lethal concentration – concentration that will cause death with short-term exposure.

Toxic effects of hydrogen sulfide

Table ii
Physical effects of hydrogen sulfide

| <u>Percent (%)</u> | <u>Ppm</u> | <u>Concentration</u> Grains 100 std. Ft3* | <u>Physical effects</u> |
|--------------------|------------|---|------------------------------|
| 0.001 | <10 | 00.65 | Obvious and unpleasant odor. |

| | | | |
|-------|------|-------|--|
| 0.002 | 10 | 01.30 | Safe for 8 hours of exposure. |
| 0.010 | 100 | 06.48 | Kill smell in 3 - 15 minutes. May sting eyes and throat. |
| 0.020 | 200 | 12.96 | Kills smell shortly; stings eyes and throat. |
| 0.050 | 500 | 32.96 | Dizziness; breathing ceases in a few minutes; needs prompt artificial respiration. |
| 0.070 | 700 | 45.36 | Unconscious quickly; death will result if not rescued promptly. |
| 0.100 | 1000 | 64.30 | Unconscious at once; followed by death within minutes. |

*at 15.00 psia and 60'f.

Use of self-contained breathing equipment (SCBA)

1. Written procedures shall be prepared covering safe use of SCBA's in dangerous atmosphere, which might be encountered in normal operations or in emergencies. Personnel shall be familiar with these procedures and the available SCBA.
2. SCBA's shall be inspected frequently at random to insure that they are properly used, cleaned, and maintained.
3. Anyone who may use the SCBA's shall be trained in how to insure proper face-piece to face seal. They shall wear SCBA's in normal air and then wear them in a test atmosphere. (note: such items as facial hair {beard or sideburns} and eyeglasses will not allow proper seal.) Anyone that may be reasonably expected to wear SCBA's should have these items removed before entering a toxic atmosphere. A special mask must be obtained for anyone who must wear eyeglasses or contact lenses.
4. Maintenance and care of SCBA's:
 - a. A program for maintenance and care of SCBA's shall include the following:
 1. Inspection for defects, including leak checks.
 2. Cleaning and disinfecting.
 3. Repair.
 4. Storage.
 - b. Inspection, self-contained breathing apparatus for emergency use shall be inspected monthly.
 1. Fully charged cylinders.
 2. Regulator and warning device operation.
 3. Condition of face piece and connections.
 4. Rubber parts shall be maintained to keep them pliable and prevent deterioration.
 - c. Routinely used SCBA's shall be collected, cleaned and disinfected as frequently as necessary to insure proper protection is provided.
5. Persons assigned tasks that requires use of self-contained breathing equipment shall be certified physically fit (medically cleared) for breathing equipment usage at least annually.
6. SCBA's should be worn when:
 - A. Any employee works near the top or on top of any tank unless test reveals less than 10 ppm of H₂S.

- B. When breaking out any line where H₂S can reasonably be expected.
- C. When sampling air in areas to determine if toxic concentrations of H₂S exists.
- D. When working in areas where over 10 ppm H₂S has been detected.
- E. At any time there is a doubt as to the H₂S level in the area to be entered.

Rescue
First aid for H₂S poisoning

Do not panic!

Remain calm – think!

1. Don SCBA breathing equipment.
2. Remove victim(s) utilizing buddy system to fresh air as quickly as possible. (go up-wind from source or at right angle to the wind. Not down wind.)
3. Briefly apply chest pressure – arm lift method of artificial respiration to clean the victim's lungs and to avoid inhaling any toxic gas directly from the victim's lungs.
4. Provide for prompt transportation to the hospital, and continue giving artificial respiration if needed.
5. Hospital(s) or medical facilities need to be informed, before-hand, of the possibility of H₂S gas poisoning – no matter how remote the possibility is.
6. Notify emergency room personnel that the victim(s) has been exposed to H₂S gas.

Besides basic first aid, everyone on location should have a good working knowledge of artificial respiration.

Revised CM 6/27/2012

OXY Permian Delaware NM Basin Drilling & Completions Incident Reporting

OXY Permian Crisis Team Hotline Notification

| Person | Location | Office Phone | Cell/Mobile Phone | Home Phone | Pager Number |
|--|--------------|-------------------|-------------------|------------|--------------|
| Drilling & Completions Department | | | | | |
| Drilling & Completions Manager: John Willis | Houston | (713) 366-5556 | (713) 259-1417 | | |
| Drilling Superintendent: Simon Benavides | Houston | (713) 215-7403 | (832) 528-3547 | | |
| Completions Superintendent: Chris Winter | Houston | (713) 366-5212 | (806) 239-8774 | | |
| Drilling Eng. Supervisor: Diego Tellez | Houston | (713) 350-4602 | (713) 303-4932 | | |
| Drilling Eng. Supervisor: Randy Neel | Houston | (713) 215-7987 | (713) 517-5544 | | |
| Completions Eng. Supervisor: Evan Hinkel | Houston | (713) 366-5436 | (281) 236-6153 | | |
| Drilling & Completions HES Lead: Ryan Green | Houston | 713-336-5753 | 281-520-5216 | | |
| Drilling & Completions HES Advisor: Kenny Williams | Carlsbad | (432) 686-1434 | (337) 208-0911 | | |
| Drilling & Completions HES Advisor: Kyle Holden | Carlsbad | (432) 686-1435 | (661) 369-5328 | | |
| Drilling & Completions HES Advisor Sr: Dave Schmidt | Carlsbad | | (559) 310-8572 | | |
| Drilling & Completions HES Advisor: Seth Doyle | Carlsbad | | (337) 499-0756 | | |
| HES / Environmental & Regulatory Department | | | | | |
| | Location | Office | Cell Phone | | |
| Jon Hamil-HES Manager | Houston | (713) 497-2494 | (832) 537-9885 | | |
| Mark Birk-HES Manager | Houston | (713) 350-4815 | (949) 413-3127 | | |
| Austin Trammell | Midland | (432) 699-4208 | (575) 499-4919 | | |
| Rico Munoz | Midland | (432) 699-8366 | (432) 803-4116 | | |
| Amber DuckWorth | Midland | | (832) 966-1879 | | |
| Kelley Montgomery- Regulatory Manager | Houston | (713) 368-5716 | (832) 454-8137 | | |
| Sandra Musallam -Regulatory Lead | Houston | +1 (713) 366-5106 | +1 (713) 504-8577 | | |
| Bishop, Steve-DOT Pipeline Coordinator | Midland | 432-685-5614 | | | |
| Wilson, Dusty-Safety Advisor | Midland | 432-685-5771 | (432) 254-2338 | | |
| John W Dittich Enviromental Advisor | Midland | | (575) 390-2828 | | |
| William (Jack) Calhoun-Environmental Lead | Houston | +713 (350) 4906 | (281) 917-8571 | | |
| Robert Barrow-Risk Engineer Manager | Houston | (713) 366-5611 | (832) 867-5336 | | |
| Sarah Holmes-HSE Cordinator | Midland | 432-685-5758 | | | |
| Administrative | | | | | |
| | Location | Office | | | |
| Sarah Holmes | Midland | 432-685-5830 | | | |
| Robertson, Debbie | Midland | 432-685-5812 | | | |
| Laci Hollaway | Midland | (432) 685-5716 | (432) 631-6341 | | |
| Administrative | | | | | |
| | Location | Office | | | |
| Rosalinda Escajeda | Midland | 432-685-5831 | | | |
| Moreno, Leslie (contract) | Hobbs | 575-397-8247 | | | |
| Sehon, Angela (contractor) | Levelland | 806-894-8347 | | | |
| Vasquez, Claudia (contractor) | North Cowden | 432-385-3120 | | | |
| XstremeMD | | | | | |
| | Location | Office | | | |
| Medical Case Management | Orla, TX | (337) 205-9314 | | | |
| Axiom Medical Consulting | | | | | |
| | Location | Office | | | |
| Medical Case Management | | (877) 502-9466 | | | |
| Regulatory Agencies | | | | | |
| Bureau of Land Management | Carlsbad, NM | (505) 887-6544 | | | |
| Bureau of Land Management | Hobbs, NM | (505) 393-3612 | | | |
| Bureau of Land Management | Roswell, NM | (505) 393-3612 | | | |
| Bureau of Land Management | Santa Fe, NM | (505) 988-6030 | | | |

| | | | | | |
|---|------------------------|----------------------------------|----------------------------|--|--|
| DOT Juidisdictional Pipelines-Incident Reporting New Mexico Public Regulaion Commission | Santa Fe, NM | (505) 827-3549 (505) 490-2375 | | | |
| DOT Juidisdictional Pipelines-Incident Reporting Texas Railroad Commission | Austin, TX | (512) 463-6788 | | | |
| EPA Hot Line | Dallas, Texas | (214) 665-6444 | | | |
| Federal OSHA, Area Office | Lubbock, Texas | (806) 472-7681 | | | |
| National Response Center | Washington, D. C. | (800) 424-8802 | | | |
| National Infrastructure Coordinator Center | | (202) 282-9201 | | | |
| New Mexico Air Quality Bureau | Santa Fe, NM | (505) 827-1494 | | | |
| New Mexico Oil Conservation Division | Artesia, NM | (505) 748-1283 | After Hours (505) 370-7545 | | |
| New Mexico Oil Conservation Division | Hobbs, NM | (505) 393-6161 | | | |
| New Mexico Oil Conservation Division | Santa Fe, NM | (505) 471-1068 | | | |
| New Mexico OCD Environmental Bureau | Santa Fe, NM | (505) 476-3470 | | | |
| New Mexico Environmental Department | Hobbs, NM | (505) 827-9329 | | | |
| NM State Emergency Response Center | Santa Fe, NM | (505) 827-9222 | | | |
| Railroad Commission of TX | District 1 San Antonio | (210) 227-1313 | | | |
| Railroad Commission of TX | District 7C San Angelo | (325) 657-7450 | | | |
| Railroad Commission of TX | District 8, 8A Midland | (432) 684-5581 | | | |
| Texas Emergency Response Center | Austin, TX | (512) 463-7727 | | | |
| TCEQ Air | Region 2 Lubbock, TX | (806) 796-3494 | | | |
| TCEQ Water/Waste/Air | Region 3 Abilene, TX | (325) 698-9674 | | | |
| TCEQ Water/Waste/Air | Region 7 Midland, TX | (432) 570-1359 | | | |
| TCEQ Water/Waste/Air | Region 9 San Antonio, | (512) 734-7981 | | | |
| TCEQ Water/Waste/Air | Region 8 San Angelo | (325) 655-9479 | | | |
| | | | | | |
| Medical Facilities | | | | | |
| Abernathy Medical Clinic | Abernathy, TX | (806) 298-2524 | | | |
| Alliance Hospital | Odessa, TX | (432) 550-1000 | | | |
| Artesia General Hospital | Artesia, NM | (505) 748-3333 | | | |
| Brownfield Regional Medical Center | Brownfield, TX | (806) 637-3551 | | | |
| Cogdell Memorial Hospital | Snyder, TX | (325) 573-6374 | | | |
| Covenant Hospital Levelland | Levelland, TX | (806) 894-4963 | | | |
| Covenant Medical Center | Lubbock, TX | (806) 725-1011 | | | |
| Covenant Medical Center Lakeside | Lubbock, TX | (806) 725-6000 | | | |
| Covenant Family Health | Snyder, TX | (325) 573-1300 | | | |
| Crockett County Hospital | Ozona, TX | (325) 392-2671 | | | |
| Guadalupe Medical Center | Carlsbad, NM | (505) 887-6633 | | | |
| Lea Regional Hospital | Hobbs, NM | (505) 492-5000 | | | |
| McCamey Hospital | McCamey, TX | (432) 652-8626 | | | |
| Medical Arts Hospital | Lamesa, TX | (806) 872-2183 | | | |
| Medical Center Hospital | Odessa, TX | (432) 640-4000 | | | |
| Medi Center Hospital | San Angelo, TX | (325) 653-6741 | | | |
| Memorial Hospital | Ft. Stockton | (432) 336-2241 | | | |
| Memorial Hospital | Seminole, TX | (432) 758-5811 | | | |
| Midland Memorial Hospital | Midland, TX | (432) 685-1111 | | | |
| Nor-Lea General Hospital | Lovington, NM | (505) 396-6611 | | | |
| Odessa Regional Hospital | Odessa, TX | (432) 334-8200 | | | |
| Permian General Hospital | Andrews, TX | (432) 523-2200 | | | |
| Reagan County Hospital | Big Lake, TX | (325) 884-2561 | | | |
| Reeves County Hospital | Pecos, TX | (432) 447-3551 | | | |
| Shannon Medical Center | San Angelo, TX | (325) 653-6741 | | | |
| Union County General Hospital | Clayton, NM | (505) 374-2585 | | | |
| University Medical Center | Lubbock, TX | (806) 725-8200 | | | |
| Val Verde Regional Medical Center | Del Rio, TX | (830) 775-8566 | | | |
| Ward Memorial Hospital | Monahans, TX | (432) 943-2511 | | | |
| Yoakum County Hospital | Denver City, TX | (806) 592-5484 | | | |

| | | | | | |
|---|-----------------------|----------------|--|--|--|
| Law Enforcement - Sheriff | | | | | |
| Andrews City Sheriff's Department | Andrews County(Andr | (432) 523-5545 | | | |
| Crane City Sheriff's Department | Crane, County (Crane) | (432) 558-3571 | | | |
| Crockett City Sheriff's Department | Crockett County (Ozor | (325) 392-2661 | | | |
| Dawson City Sheriff's Department | Dawson County (Lame | (806) 872-7560 | | | |
| Ector City Sheriff's Department | Ector County (Odessa) | (432) 335-3050 | | | |
| Eddy City Sheriff's Department | Eddy County (Artesia) | (505) 746-2704 | | | |
| | | | | | |
| Gaines City Sheriff's Department | Gaines County (Semin | (432) 758-9871 | | | |
| Hockley City Sheriff's Department | Hockley County(Level | (806) 894-3126 | | | |
| Kent City (Jayton City Sheriff's Dept.) | Kent County(Jayton) | (806) 237-3801 | | | |
| | | | | | |
| Lubbock City Sheriff's Department | Lubbock Cty (Abernath | (806) 296-2724 | | | |
| Midland City Sheriff's Department | Midland County (Midl | (432) 688-1277 | | | |
| Pecos City Sheriff's Department | Pecos County (Iraan) | (432) 639-2251 | | | |
| Reeves City Sheriff's Department | Reeves County (Pecos) | (432) 445-4901 | | | |
| Scurry City Sheriff's Department | Scurry County (Snyder | (325) 573-3551 | | | |
| Terry City Sheriff's Department | Terry County (Brownf | (806) 637-2212 | | | |
| Union City Sheriff's Department | Union County (Claytor | (505) 374-2583 | | | |
| Upton City Sheriff's Department | Upton County (Rankin | (432) 693-2422 | | | |
| Ward City Sheriff's Department | Ward County (Monaha | (432) 943-3254 | | | |
| Yoakum City Sheriff's Department | Yoakum Co. (Denever | (806) 456-2377 | | | |
| | | | | | |
| Law Enforcement - Police | | | | | |
| Abernathy City Police | Abernathy, TX | (806) 298-2545 | | | |
| Andrews City Police | Andrews, TX | (432) 523-5675 | | | |
| Artesia City Police | Artesia, NM | (505) 746-2704 | | | |
| Brownfield City Police | Brownfield, TX | (806) 637-2544 | | | |
| Carlsbad City Police | Carlsbad, NM | (505) 885-2111 | | | |
| Clayton City Police | Clayton, NM | (505) 374-2504 | | | |
| Denver City Police | Denver City, TX | (806) 592-3516 | | | |
| Eunice City Police | Eunice, NM | (505) 394-2112 | | | |
| | | | | | |
| Jayton City Police | Jayton, TX | (806) 237-3801 | | | |
| Lamesa City Police | Lamesa, TX | (806) 872-2121 | | | |
| Levelland City Police | Levelland, TX | (806) 894-6164 | | | |
| Lovington City Police | Lovington, NM | (505) 396-2811 | | | |
| Midland City Police | Midland, TX | (432) 685-7113 | | | |
| Monahans City Police | Monahans, TX | (432) 943-3254 | | | |
| Odessa City Police | Odessa, TX | (432) 335-3378 | | | |
| Seminole City Police | Seminole, TX | (432) 758-9871 | | | |
| Snyder City Police | Snyder, TX | (325) 573-2611 | | | |
| Sundown City Police | Sundown, TX | (806) 229-8241 | | | |
| | | | | | |
| Law Enforcement - FBI | | | | | |
| FBI | Albuquerque, NM | (505) 224-2000 | | | |
| FBI | Midland, TX | (432) 570-0255 | | | |
| | | | | | |
| Law Enforcement - DPS | | | | | |
| NM State Police | Artesia, NM | (505) 746-2704 | | | |
| | | | | | |
| NM State Police | Eunice, NM | (505) 392-5588 | | | |

| | | | | | |
|---|---------------------|---------------------|--|--|--|
| NM State Police | Clayton, NM | (505) 374-2473; 911 | | | |
| TX Dept of Public Safety | Andrews, TX | (432) 524-1443 | | | |
| TX Dept of Public Safety | Big Lake, TX | (325) 884-2301 | | | |
| TX Dept of Public Safety | Brownfield, TX | (806) 637-2312 | | | |
| TX Dept of Public Safety | Iraan, TX | (432) 639-3232 | | | |
| TX Dept of Public Safety | Lamesa, TX | (806) 872-8675 | | | |
| TX Dept of Public Safety | Levelland, TX | (806) 894-4385 | | | |
| TX Dept of Public Safety | Lubbock, TX | (806) 747-4491 | | | |
| TX Dept of Public Safety | Midland, TX | (432) 697-2211 | | | |
| TX Dept of Public Safety | Monahans, TX | (432) 943-5857 | | | |
| TX Dept of Public Safety | Odessa, TX | (432) 332-6100 | | | |
| TX Dept of Public Safety | Ozona, TX | (325) 392-2621 | | | |
| TX Dept of Public Safety | Pecos, TX | (432) 447-3533 | | | |
| TX Dept of Public Safety | Seminole, TX | (432) 758-4041 | | | |
| TX Dept of Public Safety | Snyder, TX | (325) 573-0113 | | | |
| TX Dept of Public Safety | Terry County TX | (806) 637-8913 | | | |
| TX Dept of Public Safety | Yoakum County TX | (806) 456-2377 | | | |
| Firefighting & Rescue | | | | | |
| Abernathy | Abernathy, TX | (806) 298-2022 | | | |
| Amistad/Rosebud | Amistad/Rosebud, NM | (505) 633-9113 | | | |
| Andrews | Andrews, TX | 523-3111 | | | |
| Artesia | Artesia, NM | (505) 746-5051 | | | |
| Big Lake | Big Lake, TX | (325) 884-3650 | | | |
| Brownfield-Administrative & other calls | Brownfield, TX | (816) 637-4547 | | | |
| Brownfield emergency only | Brownfield, TX | -911 | | | |
| Clayton | Clayton, NM | (505) 374-2435 | | | |
| Cotton Center | Cotton Center, TX | (806) 879-2157 | | | |
| Crane | Crane, TX | (432) 558-2361 | | | |
| Del Rio | Del Rio, TX | (830) 774-8650 | | | |
| Denver City | Denver City, TX | (806) 592-3516 | | | |
| Eldorado | Eldorado, TX | (325) 853-2691 | | | |
| Eunice | Eunice, NM | (505) 394-2111 | | | |
| Garden City | Garden City, TX | (432) 354-2404 | | | |
| Goldsmith | Goldsmith, TX | (432) 827-3445 | | | |
| Hale Center | Hale Center, TX | (806) 839-2411 | | | |
| Halfway | Halfway, TX | | | | |
| Hobbs | Hobbs, NM | (505) 397-9308 | | | |
| Jal | Jal, NM | (505) 395-2221 | | | |
| Jayton | Jayton, TX | (806) 237-3801 | | | |
| Kermit | Kermit, TX | (432) 586-3468 | | | |
| Lamesa | Lamesa, TX | (806) 872-4352 | | | |
| Levelland | Levelland, TX | (806) 894-3154 | | | |
| Lovington | Lovington, NM | (505) 396-2359 | | | |
| Maljamar | Maljamar, NM | (505) 676-4100 | | | |
| McCamey | McCamey, TX | (432) 652-8232 | | | |
| Midland | Midland, TX | (432) 685-7346 | | | |
| Monahans | Monahans, TX | (432) 943-4343 | | | |
| Nara Visa | Nara Visa, NM | (505) 461-3300 | | | |
| Notrees | Notrees, TX | (432) 827-3445 | | | |
| Odessa | Odessa, TX | (432) 335-4659 | | | |
| Ozona | Ozona, TX | (325) 392-2626 | | | |
| Pecos | Pecos, TX | (432) 445-2421 | | | |
| Petersburg | Petersburg, TX | (806) 667-3461 | | | |

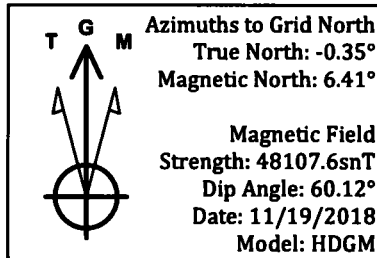
| | | | | | |
|--------------------------------------|---------------------|---------------------|--|--|--|
| Plains | Plains, TX | (806) 456-8067 | | | |
| Plainview | Plainview, TX | (806) 296-1170 | | | |
| Rankin | Rankin, TX | (432) 693-2252 | | | |
| San Angelo | San Angelo, TX | (325) 657-4355 | | | |
| Sanderson | Sanderson, TX | (432) 345-2525 | | | |
| Seminole | Seminole, TX | 758-9871 | | | |
| Smyer | Smyer, TX | (806) 234-3861 | | | |
| Snyder | Snyder, TX | (325) 573-6215 | | | |
| Sundown | Sundown, TX | 911 | | | |
| Tucumcari | Tucumcari, NM | 911 | | | |
| West Odessa | Odessa, TX | (432) 381-3033 | | | |
| | | | | | |
| Ambulance | | | | | |
| Abernathy Ambulance | Abernathy, TX | (806) 298-2241 | | | |
| Amistad/Rosebud | Amistad/Rosebud, NM | (505) 633-9113 | | | |
| Andrews Ambulance | Andrews, TX | (432) 523-5675 | | | |
| Artesia Ambulance | Artesia, NM | (505) 746-2701 | | | |
| Big Lake Ambulance | Big Lake, TX | (325) 884-2423 | | | |
| Big Spring Ambulance | Big Spring, TX | (432) 264-2550 | | | |
| Brownfield Ambulance | Brownfield, TX | (806) 637-2511 | | | |
| Carlsbad Ambulance | Carlsbad, NM | (505) 885-2111; 911 | | | |
| Clayton, NM | Clayton, NM | (505) 374-2501 | | | |
| Denver City Ambulance | Denver City, TX | (806) 592-3516 | | | |
| Eldorado Ambulance | Eldorado, TX | (325) 853-3456 | | | |
| Eunice Ambulance | Eunice, NM | (505) 394-3258 | | | |
| Goldsmith Ambulance | Goldsmith, TX | (432) 827-3445 | | | |
| Hobbs, NM | Hobbs, NM | (505) 397-9308 | | | |
| Jal, NM | Jal, NM | (505) 395-2501 | | | |
| Jayton Ambulance | Jayton, TX | (806) 237-3801 | | | |
| Lamesa Ambulance | Lamesa, TX | (806) 872-3464 | | | |
| Levelland Ambulance | Levelland, TX | (806) 894-8855 | | | |
| Lovington Ambulance | Lovington, NM | (505) 396-2811 | | | |
| McCamey Hospital | McCamey, TX | (432) 652-8626 | | | |
| Midland Ambulance | Midland, TX | (432) 685-7499 | | | |
| Monahans Ambulance | Monahans, TX | 3731 | | | |
| Nara Visa, NM | Nara Visa, NM | (505) 461-3300 | | | |
| Odessa Ambulance | Odessa, TX | (432) 335-3378 | | | |
| Ozona Ambulance | Ozona, TX | (325) 392-2671 | | | |
| Pecos Ambulance | Pecos, TX | (432) 445-4444 | | | |
| Rankin Ambulance | Rankin, TX | (432) 693-2443 | | | |
| San Angelo Ambulance | San Angelo, TX | (325) 657-4357 | | | |
| Seminole Ambulance | Seminole, TX | 758-9871 | | | |
| Snyder Ambulance | Snyder, TX | (325) 573-1911 | | | |
| Stanton Ambulance | Stanton, TX | (432) 756-2211 | | | |
| Sundown Ambulance | Sundown, TX | 911 | | | |
| Tucumcari, NM | Tucumcari, NM | 911 | | | |
| | | | | | |
| Medical Air Ambulance Service | | | | | |
| AEROCARE - Methodist Hospital | Lubbock, TX | (800) 627-2376 | | | |
| San Angelo Med-Vac Air Ambulance | San Angelo, TX | (800) 277-4354 | | | |
| Southwest Air Ambulance Service | Stanford, TX | (800) 242-6199 | | | |
| Southwest MediVac | Snyder, TX | (800) 242-6199 | | | |
| Southwest MediVac | Hobbs, NM | (800) 242-6199 | | | |
| Odessa Care Star | Odessa, TX | (888) 624-3571 | | | |
| NWTH Medivac | Amarillo, TX | (800) 692-1331 | | | |



Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
 Site: LION OIL 28_33 FED COM
 Well: LION OIL 28_33 FED COM 34H
 Wellbore: Wellbore #1
 Design: Permitting Plan

PROJECT DETAILS: NM DIRECTIONAL PLANS (NAD 1983)

Geodetic System: US State Plane 1983
 Datum: North American Datum 1983
 Ellipsoid: GRS 1980
 Zone: New Mexico Eastern Zone
 System Datum: Mean Sea Level

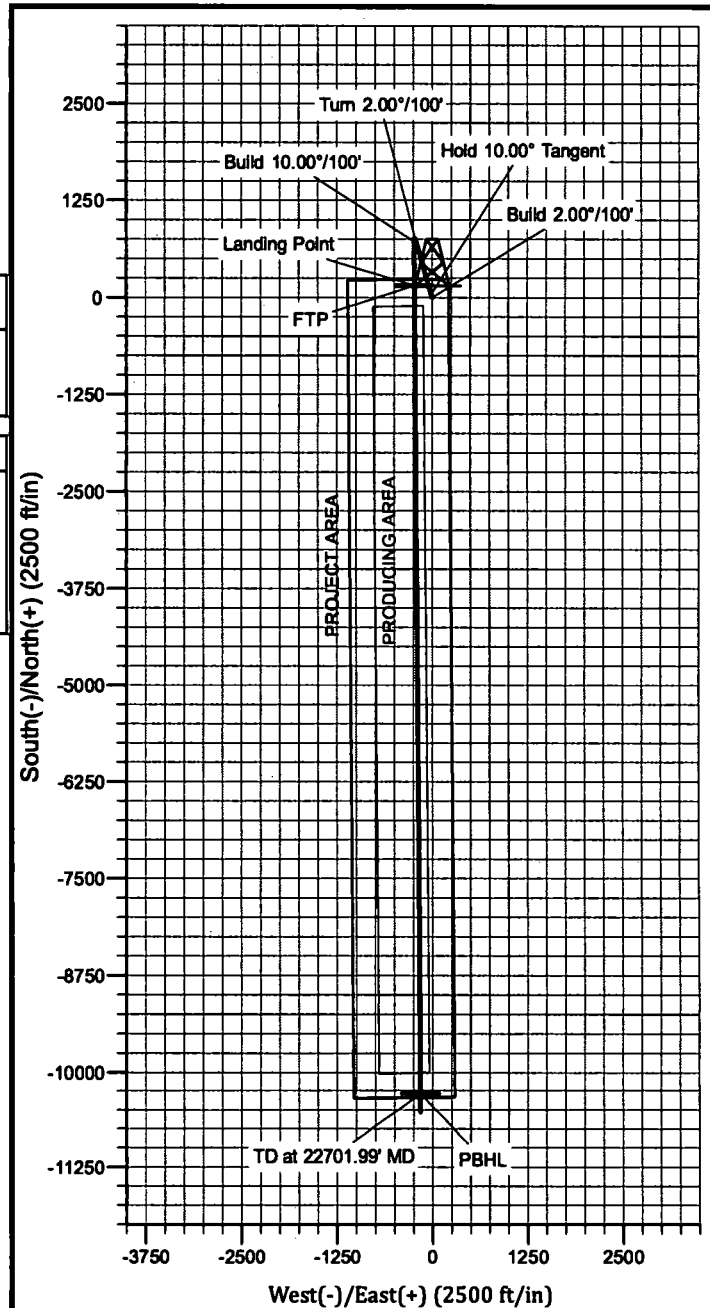
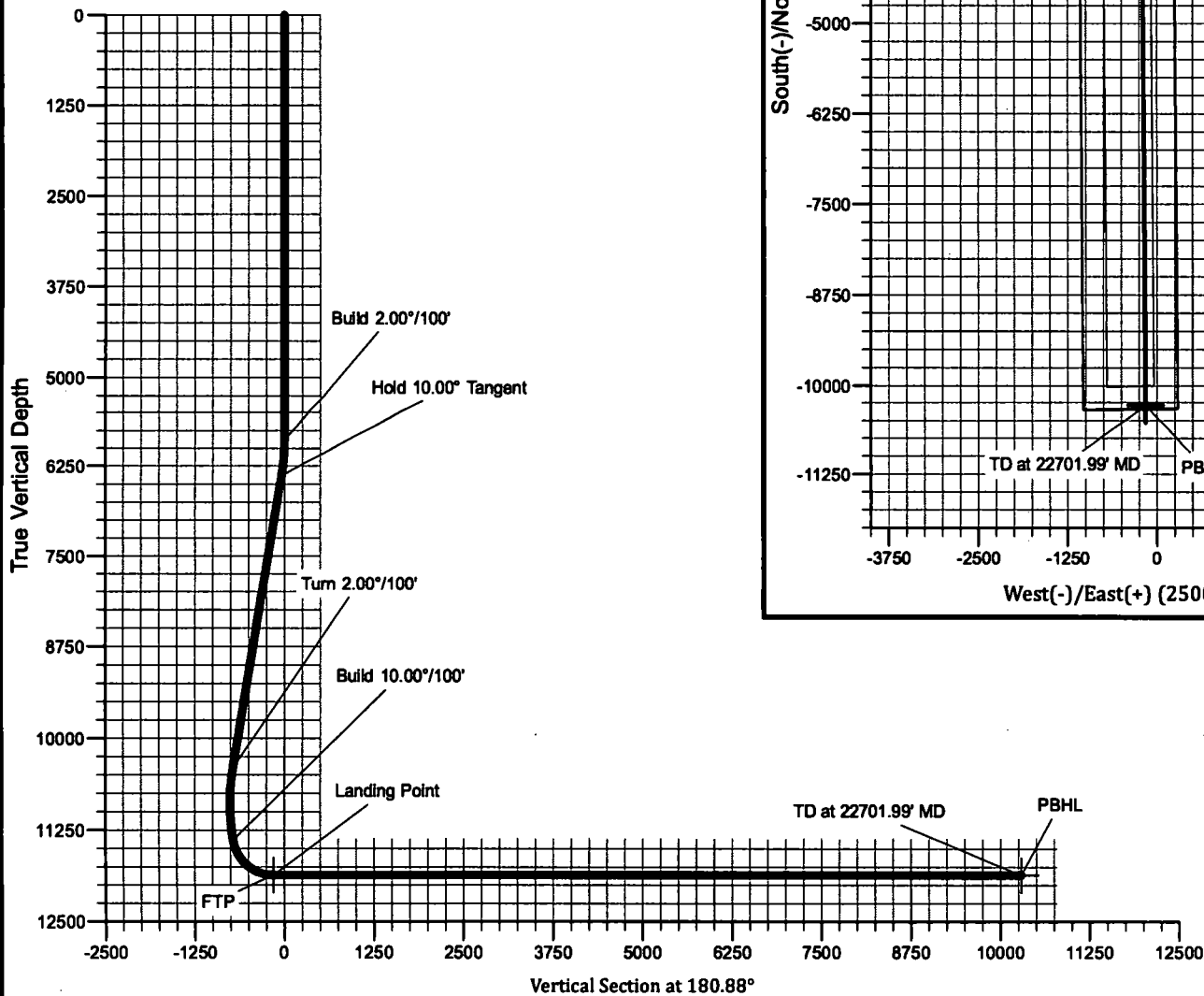


WELL DETAILS: LION OIL 28_33 FED COM 34H

| +N/-S | +E/-W | Northing | Ground Level Easting | 3625.00 | Latitude | Longitude |
|-------|-------|-----------|----------------------|--------------------|----------------------|-----------|
| 0.00 | 0.00 | 498665.88 | 744242.89 | 32° 22' 9.082508 N | 103° 40' 34.081600 W | |

SECTION DETAILS

| MD | Inc | Azi | TVD | +N/-S | +E/-W | Diag | TFace | VSed | Annotation |
|----------|-------|--------|----------|-----------|---------|-------|---------|----------|---------------------|
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 5885.00 | 0.00 | 0.00 | 5885.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | Build 2.00°/100' |
| 6385.12 | 10.00 | 343.73 | 6382.58 | 41.80 | -12.20 | 2.00 | 343.73 | -41.61 | Hold 10.00° Tangent |
| 10468.41 | 10.00 | 343.73 | 10403.81 | 722.81 | -210.91 | 0.00 | 0.00 | -719.30 | Turn 2.00°/100' |
| 11458.85 | 10.00 | 179.60 | 11389.04 | 719.16 | -234.64 | 2.00 | -171.94 | -715.47 | Build 10.00°/100' |
| 12258.85 | 90.00 | 179.60 | 11862.50 | 154.82 | -230.70 | 10.00 | 0.00 | -151.36 | Landing Point |
| 22701.99 | 90.00 | 179.60 | 11862.50 | -10287.97 | -157.76 | 0.00 | 0.00 | 10289.18 | TD at 22701.99' MD |



OXY

PRD NM DIRECTIONAL PLANS (NAD 1983)

LION OIL 28_33 FED COM

LION OIL 28_33 FED COM 34H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

19 November, 2018

Oxy

Planning Report

Database: HOPSPP
Company: ENGINEERING DESIGNS
Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LION OIL 28_33 FED COM
Well: LION OIL 28_33 FED COM 34H
Wellbore: Wellbore #1
Design: Permitting Plan

Local Co-ordinate Reference: Well LION OIL 28_33 FED COM 34H
TVD Reference: RKB=26.5' @ 3651.50ft
MD Reference: RKB=26.5' @ 3651.50ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

| | | | |
|--------------------|-------------------------------------|----------------------|-----------------------------|
| Project | PRD NM DIRECTIONAL PLANS (NAD 1983) | | |
| Map System: | US State Plane 1983 | System Datum: | Mean Sea Level |
| Geo Datum: | North American Datum 1983 | | |
| Map Zone: | New Mexico Eastern Zone | | Using geodetic scale factor |

| | | | | |
|------------------------------|------------------------|---------------------|-----------------|--|
| Site | LION OIL 28_33 FED COM | | | |
| Site Position: | | Northing: | 498,014.35 usft | Latitude: 32° 22' 2.611384 N |
| From: | Map | Easting: | 744,642.56 usft | Longitude: 103° 40' 29.468370 W |
| Position Uncertainty: | 0.00 ft | Slot Radius: | 13.200 in | Grid Convergence: 0.35 ° |

| | | | | |
|-----------------------------|----------------------------|----------------------------|------------------|----------------------------------|
| Well | LION OIL 28_33 FED COM 34H | | | |
| Well Position | +N/-S | 651.54 ft | Northing: | 498,665.86 usft |
| | +E/-W | -399.69 ft | Easting: | 744,242.89 usft |
| Position Uncertainty | 0.00 ft | Wellhead Elevation: | 0.00 ft | Ground Level: 3,625.00 ft |

| | | | | | |
|------------------|-------------------|--------------------|------------------------|----------------------|----------------------------|
| Wellbore | Wellbore #1 | | | | |
| Magnetics | Model Name | Sample Date | Declination (°) | Dip Angle (°) | Field Strength (nT) |
| | HDGM | 11/19/2018 | 6.77 | 60.12 | 48,108 |

| | | | | |
|--------------------------|------------------------------|-------------------|----------------------|----------------------|
| Design | Permitting Plan | | | |
| Audit Notes: | | | | |
| Version: | Phase: | PROTOTYPE | Tie On Depth: | 0.00 |
| Vertical Section: | Depth From (TVD) (ft) | +N/-S (ft) | +E/-W (ft) | Direction (°) |
| | 0.00 | 0.00 | 0.00 | 180.88 |

| Plan Sections | | | | | | | | | | |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|----------------------|---------------------|---------|---------------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 5,885.00 | 0.00 | 0.00 | 5,885.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 6,385.12 | 10.00 | 343.73 | 6,382.58 | 41.80 | -12.20 | 2.00 | 2.00 | 0.00 | 343.73 | |
| 10,468.41 | 10.00 | 343.73 | 10,403.81 | 722.61 | -210.91 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 11,458.85 | 10.00 | 179.60 | 11,389.04 | 719.16 | -234.64 | 2.00 | 0.00 | -16.57 | -171.94 | |
| 12,258.85 | 90.00 | 179.60 | 11,862.50 | 154.92 | -230.70 | 10.00 | 10.00 | 0.00 | 0.00 | FTP (Lion Oil 28_33 |
| 22,702.00 | 90.00 | 179.60 | 11,862.50 | -10,287.97 | -157.76 | 0.00 | 0.00 | 0.00 | 0.00 | PBHL (Lion Oil |

Oxy Planning Report

Database: HOPSPP
Company: ENGINEERING DESIGNS
Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LION OIL 28_33 FED COM
Well: LION OIL 28_33 FED COM 34H
Wellbore: Wellbore #1
Design: Permitting Plan

Local Co-ordinate Reference: Well LION OIL 28_33 FED COM 34H
TVD Reference: RKB=26.5' @ 3651.50ft
MD Reference: RKB=26.5' @ 3651.50ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 100.00 | 0.00 | 0.00 | 100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 200.00 | 0.00 | 0.00 | 200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 300.00 | 0.00 | 0.00 | 300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 400.00 | 0.00 | 0.00 | 400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 500.00 | 0.00 | 0.00 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 600.00 | 0.00 | 0.00 | 600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 700.00 | 0.00 | 0.00 | 700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 800.00 | 0.00 | 0.00 | 800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 900.00 | 0.00 | 0.00 | 900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,000.00 | 0.00 | 0.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,100.00 | 0.00 | 0.00 | 1,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,200.00 | 0.00 | 0.00 | 1,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,300.00 | 0.00 | 0.00 | 1,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,400.00 | 0.00 | 0.00 | 1,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,500.00 | 0.00 | 0.00 | 1,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,600.00 | 0.00 | 0.00 | 1,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,700.00 | 0.00 | 0.00 | 1,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,800.00 | 0.00 | 0.00 | 1,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,900.00 | 0.00 | 0.00 | 1,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,000.00 | 0.00 | 0.00 | 2,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,100.00 | 0.00 | 0.00 | 2,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,200.00 | 0.00 | 0.00 | 2,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,300.00 | 0.00 | 0.00 | 2,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,400.00 | 0.00 | 0.00 | 2,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,500.00 | 0.00 | 0.00 | 2,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,600.00 | 0.00 | 0.00 | 2,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,700.00 | 0.00 | 0.00 | 2,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,800.00 | 0.00 | 0.00 | 2,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,900.00 | 0.00 | 0.00 | 2,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,000.00 | 0.00 | 0.00 | 3,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,100.00 | 0.00 | 0.00 | 3,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,200.00 | 0.00 | 0.00 | 3,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,300.00 | 0.00 | 0.00 | 3,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,400.00 | 0.00 | 0.00 | 3,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,500.00 | 0.00 | 0.00 | 3,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,600.00 | 0.00 | 0.00 | 3,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,700.00 | 0.00 | 0.00 | 3,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,800.00 | 0.00 | 0.00 | 3,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,900.00 | 0.00 | 0.00 | 3,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,000.00 | 0.00 | 0.00 | 4,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,100.00 | 0.00 | 0.00 | 4,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,200.00 | 0.00 | 0.00 | 4,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,300.00 | 0.00 | 0.00 | 4,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,400.00 | 0.00 | 0.00 | 4,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,500.00 | 0.00 | 0.00 | 4,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,600.00 | 0.00 | 0.00 | 4,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,700.00 | 0.00 | 0.00 | 4,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,800.00 | 0.00 | 0.00 | 4,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,900.00 | 0.00 | 0.00 | 4,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,000.00 | 0.00 | 0.00 | 5,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,100.00 | 0.00 | 0.00 | 5,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,200.00 | 0.00 | 0.00 | 5,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,300.00 | 0.00 | 0.00 | 5,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

Oxy Planning Report

Database: HOPSPP
Company: ENGINEERING DESIGNS
Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LION OIL 28_33 FED COM
Well: LION OIL 28_33 FED COM 34H
Wellbore: Wellbore #1
Design: Permitting Plan

Local Co-ordinate Reference: Well LION OIL 28_33 FED COM 34H
TVD Reference: RKB=26.5' @ 3651.50ft
MD Reference: RKB=26.5' @ 3651.50ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|
| 5,400.00 | 0.00 | 0.00 | 5,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,500.00 | 0.00 | 0.00 | 5,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,600.00 | 0.00 | 0.00 | 5,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,700.00 | 0.00 | 0.00 | 5,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,800.00 | 0.00 | 0.00 | 5,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,885.00 | 0.00 | 0.00 | 5,885.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,900.00 | 0.30 | 343.73 | 5,900.00 | 0.04 | -0.01 | -0.04 | 2.00 | 2.00 | 0.00 |
| 6,000.00 | 2.30 | 343.73 | 5,999.97 | 2.22 | -0.65 | -2.21 | 2.00 | 2.00 | 0.00 |
| 6,100.00 | 4.30 | 343.73 | 6,099.80 | 7.74 | -2.26 | -7.71 | 2.00 | 2.00 | 0.00 |
| 6,200.00 | 6.30 | 343.73 | 6,199.37 | 16.61 | -4.85 | -16.53 | 2.00 | 2.00 | 0.00 |
| 6,300.00 | 8.30 | 343.73 | 6,298.55 | 28.80 | -8.41 | -28.67 | 2.00 | 2.00 | 0.00 |
| 6,385.12 | 10.00 | 343.73 | 6,382.58 | 41.80 | -12.20 | -41.61 | 2.00 | 2.00 | 0.00 |
| 6,400.00 | 10.00 | 343.73 | 6,397.24 | 44.28 | -12.92 | -44.08 | 0.00 | 0.00 | 0.00 |
| 6,500.00 | 10.00 | 343.73 | 6,495.72 | 60.95 | -17.79 | -60.67 | 0.00 | 0.00 | 0.00 |
| 6,600.00 | 10.00 | 343.73 | 6,594.20 | 77.63 | -22.66 | -77.27 | 0.00 | 0.00 | 0.00 |
| 6,700.00 | 10.00 | 343.73 | 6,692.68 | 94.30 | -27.52 | -93.87 | 0.00 | 0.00 | 0.00 |
| 6,800.00 | 10.00 | 343.73 | 6,791.16 | 110.97 | -32.39 | -110.46 | 0.00 | 0.00 | 0.00 |
| 6,900.00 | 10.00 | 343.73 | 6,889.64 | 127.65 | -37.26 | -127.06 | 0.00 | 0.00 | 0.00 |
| 7,000.00 | 10.00 | 343.73 | 6,988.12 | 144.32 | -42.12 | -143.66 | 0.00 | 0.00 | 0.00 |
| 7,100.00 | 10.00 | 343.73 | 7,086.60 | 160.99 | -46.99 | -160.25 | 0.00 | 0.00 | 0.00 |
| 7,200.00 | 10.00 | 343.73 | 7,185.08 | 177.67 | -51.85 | -176.85 | 0.00 | 0.00 | 0.00 |
| 7,300.00 | 10.00 | 343.73 | 7,283.56 | 194.34 | -56.72 | -193.45 | 0.00 | 0.00 | 0.00 |
| 7,400.00 | 10.00 | 343.73 | 7,382.04 | 211.01 | -61.59 | -210.04 | 0.00 | 0.00 | 0.00 |
| 7,500.00 | 10.00 | 343.73 | 7,480.52 | 227.69 | -66.45 | -226.64 | 0.00 | 0.00 | 0.00 |
| 7,600.00 | 10.00 | 343.73 | 7,579.00 | 244.36 | -71.32 | -243.24 | 0.00 | 0.00 | 0.00 |
| 7,700.00 | 10.00 | 343.73 | 7,677.48 | 261.03 | -76.19 | -259.83 | 0.00 | 0.00 | 0.00 |
| 7,800.00 | 10.00 | 343.73 | 7,775.96 | 277.71 | -81.05 | -276.43 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | 10.00 | 343.73 | 7,874.44 | 294.38 | -85.92 | -293.03 | 0.00 | 0.00 | 0.00 |
| 8,000.00 | 10.00 | 343.73 | 7,972.92 | 311.05 | -90.79 | -309.62 | 0.00 | 0.00 | 0.00 |
| 8,100.00 | 10.00 | 343.73 | 8,071.40 | 327.72 | -95.65 | -326.22 | 0.00 | 0.00 | 0.00 |
| 8,200.00 | 10.00 | 343.73 | 8,169.88 | 344.40 | -100.52 | -342.82 | 0.00 | 0.00 | 0.00 |
| 8,300.00 | 10.00 | 343.73 | 8,268.36 | 361.07 | -105.38 | -359.41 | 0.00 | 0.00 | 0.00 |
| 8,400.00 | 10.00 | 343.73 | 8,366.84 | 377.74 | -110.25 | -376.01 | 0.00 | 0.00 | 0.00 |
| 8,500.00 | 10.00 | 343.73 | 8,465.32 | 394.42 | -115.12 | -392.61 | 0.00 | 0.00 | 0.00 |
| 8,600.00 | 10.00 | 343.73 | 8,563.80 | 411.09 | -119.98 | -409.20 | 0.00 | 0.00 | 0.00 |
| 8,700.00 | 10.00 | 343.73 | 8,662.28 | 427.76 | -124.85 | -425.80 | 0.00 | 0.00 | 0.00 |
| 8,800.00 | 10.00 | 343.73 | 8,760.76 | 444.44 | -129.72 | -442.40 | 0.00 | 0.00 | 0.00 |
| 8,900.00 | 10.00 | 343.73 | 8,859.24 | 461.11 | -134.58 | -458.99 | 0.00 | 0.00 | 0.00 |
| 9,000.00 | 10.00 | 343.73 | 8,957.72 | 477.78 | -139.45 | -475.59 | 0.00 | 0.00 | 0.00 |
| 9,100.00 | 10.00 | 343.73 | 9,056.20 | 494.46 | -144.32 | -492.19 | 0.00 | 0.00 | 0.00 |
| 9,200.00 | 10.00 | 343.73 | 9,154.68 | 511.13 | -149.18 | -508.78 | 0.00 | 0.00 | 0.00 |
| 9,300.00 | 10.00 | 343.73 | 9,253.16 | 527.80 | -154.05 | -525.38 | 0.00 | 0.00 | 0.00 |
| 9,400.00 | 10.00 | 343.73 | 9,351.64 | 544.48 | -158.91 | -541.98 | 0.00 | 0.00 | 0.00 |
| 9,500.00 | 10.00 | 343.73 | 9,450.12 | 561.15 | -163.78 | -558.57 | 0.00 | 0.00 | 0.00 |
| 9,600.00 | 10.00 | 343.73 | 9,548.60 | 577.82 | -168.65 | -575.17 | 0.00 | 0.00 | 0.00 |
| 9,700.00 | 10.00 | 343.73 | 9,647.08 | 594.50 | -173.51 | -591.77 | 0.00 | 0.00 | 0.00 |
| 9,800.00 | 10.00 | 343.73 | 9,745.56 | 611.17 | -178.38 | -608.36 | 0.00 | 0.00 | 0.00 |
| 9,900.00 | 10.00 | 343.73 | 9,844.04 | 627.84 | -183.25 | -624.96 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 10.00 | 343.73 | 9,942.52 | 644.52 | -188.11 | -641.56 | 0.00 | 0.00 | 0.00 |
| 10,100.00 | 10.00 | 343.73 | 10,041.00 | 661.19 | -192.98 | -658.15 | 0.00 | 0.00 | 0.00 |
| 10,200.00 | 10.00 | 343.73 | 10,139.48 | 677.86 | -197.84 | -674.75 | 0.00 | 0.00 | 0.00 |
| 10,300.00 | 10.00 | 343.73 | 10,237.96 | 694.53 | -202.71 | -691.35 | 0.00 | 0.00 | 0.00 |
| 10,400.00 | 10.00 | 343.73 | 10,336.44 | 711.21 | -207.58 | -707.94 | 0.00 | 0.00 | 0.00 |
| 10,468.41 | 10.00 | 343.73 | 10,403.81 | 722.61 | -210.91 | -719.30 | 0.00 | 0.00 | 0.00 |

Oxy Planning Report

Database: HOPSPP
Company: ENGINEERING DESIGNS
Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LION OIL 28_33 FED COM
Well: LION OIL 28_33 FED COM 34H
Wellbore: Wellbore #1
Design: Permitting Plan

Local Co-ordinate Reference:
TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

Well LION OIL 28_33 FED COM 34H
 RKB=26.5' @ 3651.50ft
 RKB=26.5' @ 3651.50ft
 Grid
 Minimum Curvature

| Planned Survey | | | | | | | | | |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 10,500.00 | 9.38 | 343.19 | 10,434.95 | 727.71 | -212.42 | -724.37 | 2.00 | -1.98 | -1.72 |
| 10,600.00 | 7.41 | 340.87 | 10,533.87 | 741.60 | -216.89 | -738.19 | 2.00 | -1.97 | -2.32 |
| 10,700.00 | 5.45 | 336.89 | 10,633.24 | 752.06 | -220.87 | -748.59 | 2.00 | -1.95 | -3.98 |
| 10,800.00 | 3.56 | 328.61 | 10,732.93 | 759.08 | -224.35 | -755.55 | 2.00 | -1.90 | -8.28 |
| 10,900.00 | 1.89 | 304.08 | 10,832.82 | 762.66 | -227.33 | -759.08 | 2.00 | -1.67 | -24.54 |
| 11,000.00 | 1.57 | 234.15 | 10,932.78 | 762.77 | -229.81 | -759.16 | 2.00 | -0.32 | -69.93 |
| 11,100.00 | 3.06 | 198.74 | 11,032.70 | 759.44 | -231.78 | -755.80 | 2.00 | 1.49 | -35.42 |
| 11,200.00 | 4.93 | 188.07 | 11,132.45 | 752.66 | -233.24 | -749.00 | 2.00 | 1.87 | -10.67 |
| 11,300.00 | 6.87 | 183.32 | 11,231.92 | 742.44 | -234.19 | -738.76 | 2.00 | 1.94 | -4.74 |
| 11,400.00 | 8.84 | 180.67 | 11,330.98 | 728.79 | -234.62 | -725.10 | 2.00 | 1.97 | -2.65 |
| 11,458.85 | 10.00 | 179.60 | 11,389.04 | 719.16 | -234.64 | -715.47 | 2.00 | 1.98 | -1.82 |
| 11,500.00 | 14.11 | 179.60 | 11,429.27 | 710.56 | -234.58 | -706.88 | 10.00 | 10.00 | 0.00 |
| 11,600.00 | 24.11 | 179.60 | 11,523.63 | 677.86 | -234.35 | -674.19 | 10.00 | 10.00 | 0.00 |
| 11,700.00 | 34.11 | 179.60 | 11,610.89 | 629.27 | -234.01 | -625.60 | 10.00 | 10.00 | 0.00 |
| 11,800.00 | 44.11 | 179.60 | 11,688.38 | 566.26 | -233.57 | -562.61 | 10.00 | 10.00 | 0.00 |
| 11,900.00 | 54.11 | 179.60 | 11,753.75 | 490.76 | -233.05 | -487.13 | 10.00 | 10.00 | 0.00 |
| 12,000.00 | 64.11 | 179.60 | 11,805.02 | 405.05 | -232.45 | -401.44 | 10.00 | 10.00 | 0.00 |
| 12,100.00 | 74.11 | 179.60 | 11,840.62 | 311.74 | -231.80 | -308.15 | 10.00 | 10.00 | 0.00 |
| 12,200.00 | 84.11 | 179.60 | 11,859.48 | 213.66 | -231.11 | -210.10 | 10.00 | 10.00 | 0.00 |
| 12,258.85 | 90.00 | 179.60 | 11,862.50 | 154.92 | -230.70 | -151.36 | 10.00 | 10.00 | 0.00 |
| 12,300.00 | 90.00 | 179.60 | 11,862.50 | 113.77 | -230.41 | -110.22 | 0.00 | 0.00 | 0.00 |
| 12,400.00 | 90.00 | 179.60 | 11,862.50 | 13.77 | -229.71 | -10.25 | 0.00 | 0.00 | 0.00 |
| 12,500.00 | 90.00 | 179.60 | 11,862.50 | -86.22 | -229.02 | 89.73 | 0.00 | 0.00 | 0.00 |
| 12,600.00 | 90.00 | 179.60 | 11,862.50 | -186.22 | -228.32 | 189.70 | 0.00 | 0.00 | 0.00 |
| 12,700.00 | 90.00 | 179.60 | 11,862.50 | -286.22 | -227.62 | 289.68 | 0.00 | 0.00 | 0.00 |
| 12,800.00 | 90.00 | 179.60 | 11,862.50 | -386.22 | -226.92 | 389.65 | 0.00 | 0.00 | 0.00 |
| 12,900.00 | 90.00 | 179.60 | 11,862.50 | -486.21 | -226.22 | 489.63 | 0.00 | 0.00 | 0.00 |
| 13,000.00 | 90.00 | 179.60 | 11,862.50 | -586.21 | -225.52 | 589.60 | 0.00 | 0.00 | 0.00 |
| 13,100.00 | 90.00 | 179.60 | 11,862.50 | -686.21 | -224.83 | 689.58 | 0.00 | 0.00 | 0.00 |
| 13,200.00 | 90.00 | 179.60 | 11,862.50 | -786.21 | -224.13 | 789.55 | 0.00 | 0.00 | 0.00 |
| 13,300.00 | 90.00 | 179.60 | 11,862.50 | -886.21 | -223.43 | 889.53 | 0.00 | 0.00 | 0.00 |
| 13,400.00 | 90.00 | 179.60 | 11,862.50 | -986.20 | -222.73 | 989.50 | 0.00 | 0.00 | 0.00 |
| 13,500.00 | 90.00 | 179.60 | 11,862.50 | -1,086.20 | -222.03 | 1,089.48 | 0.00 | 0.00 | 0.00 |
| 13,600.00 | 90.00 | 179.60 | 11,862.50 | -1,186.20 | -221.33 | 1,189.45 | 0.00 | 0.00 | 0.00 |
| 13,700.00 | 90.00 | 179.60 | 11,862.50 | -1,286.20 | -220.63 | 1,289.43 | 0.00 | 0.00 | 0.00 |
| 13,800.00 | 90.00 | 179.60 | 11,862.50 | -1,386.19 | -219.94 | 1,389.40 | 0.00 | 0.00 | 0.00 |
| 13,900.00 | 90.00 | 179.60 | 11,862.50 | -1,486.19 | -219.24 | 1,489.38 | 0.00 | 0.00 | 0.00 |
| 14,000.00 | 90.00 | 179.60 | 11,862.50 | -1,586.19 | -218.54 | 1,589.35 | 0.00 | 0.00 | 0.00 |
| 14,100.00 | 90.00 | 179.60 | 11,862.50 | -1,686.19 | -217.84 | 1,689.33 | 0.00 | 0.00 | 0.00 |
| 14,200.00 | 90.00 | 179.60 | 11,862.50 | -1,786.18 | -217.14 | 1,789.30 | 0.00 | 0.00 | 0.00 |
| 14,300.00 | 90.00 | 179.60 | 11,862.50 | -1,886.18 | -216.44 | 1,889.28 | 0.00 | 0.00 | 0.00 |
| 14,400.00 | 90.00 | 179.60 | 11,862.50 | -1,986.18 | -215.75 | 1,989.25 | 0.00 | 0.00 | 0.00 |
| 14,500.00 | 90.00 | 179.60 | 11,862.50 | -2,086.18 | -215.05 | 2,089.23 | 0.00 | 0.00 | 0.00 |
| 14,600.00 | 90.00 | 179.60 | 11,862.50 | -2,186.17 | -214.35 | 2,189.20 | 0.00 | 0.00 | 0.00 |
| 14,700.00 | 90.00 | 179.60 | 11,862.50 | -2,286.17 | -213.65 | 2,289.18 | 0.00 | 0.00 | 0.00 |
| 14,800.00 | 90.00 | 179.60 | 11,862.50 | -2,386.17 | -212.95 | 2,389.15 | 0.00 | 0.00 | 0.00 |
| 14,900.00 | 90.00 | 179.60 | 11,862.50 | -2,486.17 | -212.25 | 2,489.13 | 0.00 | 0.00 | 0.00 |
| 15,000.00 | 90.00 | 179.60 | 11,862.50 | -2,586.16 | -211.55 | 2,589.10 | 0.00 | 0.00 | 0.00 |
| 15,100.00 | 90.00 | 179.60 | 11,862.50 | -2,686.16 | -210.86 | 2,689.08 | 0.00 | 0.00 | 0.00 |
| 15,200.00 | 90.00 | 179.60 | 11,862.50 | -2,786.16 | -210.16 | 2,789.05 | 0.00 | 0.00 | 0.00 |
| 15,300.00 | 90.00 | 179.60 | 11,862.50 | -2,886.16 | -209.46 | 2,889.03 | 0.00 | 0.00 | 0.00 |
| 15,400.00 | 90.00 | 179.60 | 11,862.50 | -2,986.15 | -208.76 | 2,989.00 | 0.00 | 0.00 | 0.00 |
| 15,500.00 | 90.00 | 179.60 | 11,862.50 | -3,086.15 | -208.06 | 3,088.98 | 0.00 | 0.00 | 0.00 |
| 15,600.00 | 90.00 | 179.60 | 11,862.50 | -3,186.15 | -207.36 | 3,188.95 | 0.00 | 0.00 | 0.00 |

Oxy Planning Report

Database: HOPSPP
Company: ENGINEERING DESIGNS
Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LION OIL 28_33 FED COM
Well: LION OIL 28_33 FED COM 34H
Wellbore: Wellbore #1
Design: Permitting Plan

Local Co-ordinate Reference: Well LION OIL 28_33 FED COM 34H
TVD Reference: RKB=26.5' @ 3651.50ft
MD Reference: RKB=26.5' @ 3651.50ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|
| 15,700.00 | 90.00 | 179.60 | 11,862.50 | -3,286.15 | -206.66 | 3,288.93 | 0.00 | 0.00 | 0.00 |
| 15,800.00 | 90.00 | 179.60 | 11,862.50 | -3,386.14 | -205.97 | 3,388.90 | 0.00 | 0.00 | 0.00 |
| 15,900.00 | 90.00 | 179.60 | 11,862.50 | -3,486.14 | -205.27 | 3,488.88 | 0.00 | 0.00 | 0.00 |
| 16,000.00 | 90.00 | 179.60 | 11,862.50 | -3,586.14 | -204.57 | 3,588.85 | 0.00 | 0.00 | 0.00 |
| 16,100.00 | 90.00 | 179.60 | 11,862.50 | -3,686.14 | -203.87 | 3,688.83 | 0.00 | 0.00 | 0.00 |
| 16,200.00 | 90.00 | 179.60 | 11,862.50 | -3,786.13 | -203.17 | 3,788.80 | 0.00 | 0.00 | 0.00 |
| 16,300.00 | 90.00 | 179.60 | 11,862.50 | -3,886.13 | -202.47 | 3,888.78 | 0.00 | 0.00 | 0.00 |
| 16,400.00 | 90.00 | 179.60 | 11,862.50 | -3,986.13 | -201.78 | 3,988.75 | 0.00 | 0.00 | 0.00 |
| 16,500.00 | 90.00 | 179.60 | 11,862.50 | -4,086.13 | -201.08 | 4,088.73 | 0.00 | 0.00 | 0.00 |
| 16,600.00 | 90.00 | 179.60 | 11,862.50 | -4,186.12 | -200.38 | 4,188.70 | 0.00 | 0.00 | 0.00 |
| 16,700.00 | 90.00 | 179.60 | 11,862.50 | -4,286.12 | -199.68 | 4,288.68 | 0.00 | 0.00 | 0.00 |
| 16,800.00 | 90.00 | 179.60 | 11,862.50 | -4,386.12 | -198.98 | 4,388.66 | 0.00 | 0.00 | 0.00 |
| 16,900.00 | 90.00 | 179.60 | 11,862.50 | -4,486.12 | -198.28 | 4,488.63 | 0.00 | 0.00 | 0.00 |
| 17,000.00 | 90.00 | 179.60 | 11,862.50 | -4,586.11 | -197.58 | 4,588.61 | 0.00 | 0.00 | 0.00 |
| 17,100.00 | 90.00 | 179.60 | 11,862.50 | -4,686.11 | -196.89 | 4,688.58 | 0.00 | 0.00 | 0.00 |
| 17,200.00 | 90.00 | 179.60 | 11,862.50 | -4,786.11 | -196.19 | 4,788.56 | 0.00 | 0.00 | 0.00 |
| 17,300.00 | 90.00 | 179.60 | 11,862.50 | -4,886.11 | -195.49 | 4,888.53 | 0.00 | 0.00 | 0.00 |
| 17,400.00 | 90.00 | 179.60 | 11,862.50 | -4,986.11 | -194.79 | 4,988.51 | 0.00 | 0.00 | 0.00 |
| 17,500.00 | 90.00 | 179.60 | 11,862.50 | -5,086.10 | -194.09 | 5,088.48 | 0.00 | 0.00 | 0.00 |
| 17,600.00 | 90.00 | 179.60 | 11,862.50 | -5,186.10 | -193.39 | 5,188.46 | 0.00 | 0.00 | 0.00 |
| 17,700.00 | 90.00 | 179.60 | 11,862.50 | -5,286.10 | -192.70 | 5,288.43 | 0.00 | 0.00 | 0.00 |
| 17,800.00 | 90.00 | 179.60 | 11,862.50 | -5,386.10 | -192.00 | 5,388.41 | 0.00 | 0.00 | 0.00 |
| 17,900.00 | 90.00 | 179.60 | 11,862.50 | -5,486.09 | -191.30 | 5,488.38 | 0.00 | 0.00 | 0.00 |
| 18,000.00 | 90.00 | 179.60 | 11,862.50 | -5,586.09 | -190.60 | 5,588.36 | 0.00 | 0.00 | 0.00 |
| 18,100.00 | 90.00 | 179.60 | 11,862.50 | -5,686.09 | -189.90 | 5,688.33 | 0.00 | 0.00 | 0.00 |
| 18,200.00 | 90.00 | 179.60 | 11,862.50 | -5,786.09 | -189.20 | 5,788.31 | 0.00 | 0.00 | 0.00 |
| 18,300.00 | 90.00 | 179.60 | 11,862.50 | -5,886.08 | -188.50 | 5,888.28 | 0.00 | 0.00 | 0.00 |
| 18,400.00 | 90.00 | 179.60 | 11,862.50 | -5,986.08 | -187.81 | 5,988.26 | 0.00 | 0.00 | 0.00 |
| 18,500.00 | 90.00 | 179.60 | 11,862.50 | -6,086.08 | -187.11 | 6,088.23 | 0.00 | 0.00 | 0.00 |
| 18,600.00 | 90.00 | 179.60 | 11,862.50 | -6,186.08 | -186.41 | 6,188.21 | 0.00 | 0.00 | 0.00 |
| 18,700.00 | 90.00 | 179.60 | 11,862.50 | -6,286.07 | -185.71 | 6,288.18 | 0.00 | 0.00 | 0.00 |
| 18,800.00 | 90.00 | 179.60 | 11,862.50 | -6,386.07 | -185.01 | 6,388.16 | 0.00 | 0.00 | 0.00 |
| 18,900.00 | 90.00 | 179.60 | 11,862.50 | -6,486.07 | -184.31 | 6,488.13 | 0.00 | 0.00 | 0.00 |
| 19,000.00 | 90.00 | 179.60 | 11,862.50 | -6,586.07 | -183.61 | 6,588.11 | 0.00 | 0.00 | 0.00 |
| 19,100.00 | 90.00 | 179.60 | 11,862.50 | -6,686.06 | -182.92 | 6,688.08 | 0.00 | 0.00 | 0.00 |
| 19,200.00 | 90.00 | 179.60 | 11,862.50 | -6,786.06 | -182.22 | 6,788.06 | 0.00 | 0.00 | 0.00 |
| 19,300.00 | 90.00 | 179.60 | 11,862.50 | -6,886.06 | -181.52 | 6,888.03 | 0.00 | 0.00 | 0.00 |
| 19,400.00 | 90.00 | 179.60 | 11,862.50 | -6,986.06 | -180.82 | 6,988.01 | 0.00 | 0.00 | 0.00 |
| 19,500.00 | 90.00 | 179.60 | 11,862.50 | -7,086.05 | -180.12 | 7,087.98 | 0.00 | 0.00 | 0.00 |
| 19,600.00 | 90.00 | 179.60 | 11,862.50 | -7,186.05 | -179.42 | 7,187.96 | 0.00 | 0.00 | 0.00 |
| 19,700.00 | 90.00 | 179.60 | 11,862.50 | -7,286.05 | -178.73 | 7,287.93 | 0.00 | 0.00 | 0.00 |
| 19,800.00 | 90.00 | 179.60 | 11,862.50 | -7,386.05 | -178.03 | 7,387.91 | 0.00 | 0.00 | 0.00 |
| 19,900.00 | 90.00 | 179.60 | 11,862.50 | -7,486.04 | -177.33 | 7,487.88 | 0.00 | 0.00 | 0.00 |
| 20,000.00 | 90.00 | 179.60 | 11,862.50 | -7,586.04 | -176.63 | 7,587.86 | 0.00 | 0.00 | 0.00 |
| 20,100.00 | 90.00 | 179.60 | 11,862.50 | -7,686.04 | -175.93 | 7,687.83 | 0.00 | 0.00 | 0.00 |
| 20,200.00 | 90.00 | 179.60 | 11,862.50 | -7,786.04 | -175.23 | 7,787.81 | 0.00 | 0.00 | 0.00 |
| 20,300.00 | 90.00 | 179.60 | 11,862.50 | -7,886.03 | -174.53 | 7,887.78 | 0.00 | 0.00 | 0.00 |
| 20,400.00 | 90.00 | 179.60 | 11,862.50 | -7,986.03 | -173.84 | 7,987.76 | 0.00 | 0.00 | 0.00 |
| 20,500.00 | 90.00 | 179.60 | 11,862.50 | -8,086.03 | -173.14 | 8,087.73 | 0.00 | 0.00 | 0.00 |
| 20,600.00 | 90.00 | 179.60 | 11,862.50 | -8,186.03 | -172.44 | 8,187.71 | 0.00 | 0.00 | 0.00 |
| 20,700.00 | 90.00 | 179.60 | 11,862.50 | -8,286.02 | -171.74 | 8,287.68 | 0.00 | 0.00 | 0.00 |
| 20,800.00 | 90.00 | 179.60 | 11,862.50 | -8,386.02 | -171.04 | 8,387.66 | 0.00 | 0.00 | 0.00 |
| 20,900.00 | 90.00 | 179.60 | 11,862.50 | -8,486.02 | -170.34 | 8,487.63 | 0.00 | 0.00 | 0.00 |
| 21,000.00 | 90.00 | 179.60 | 11,862.50 | -8,586.02 | -169.65 | 8,587.61 | 0.00 | 0.00 | 0.00 |

Oxy Planning Report

Database: HOPSPP
Company: ENGINEERING DESIGNS
Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LION OIL 28_33 FED COM
Well: LION OIL 28_33 FED COM 34H
Wellbore: Wellbore #1
Design: Permitting Plan

Local Co-ordinate Reference: Well LION OIL 28_33 FED COM 34H
TVD Reference: RKB=26.5' @ 3651.50ft
MD Reference: RKB=26.5' @ 3651.50ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|---------------------|
| 21,100.00 | 90.00 | 179.60 | 11,862.50 | -8,686.02 | -168.95 | 8,687.58 | 0.00 | 0.00 | 0.00 |
| 21,200.00 | 90.00 | 179.60 | 11,862.50 | -8,786.01 | -168.25 | 8,787.56 | 0.00 | 0.00 | 0.00 |
| 21,300.00 | 90.00 | 179.60 | 11,862.50 | -8,886.01 | -167.55 | 8,887.53 | 0.00 | 0.00 | 0.00 |
| 21,400.00 | 90.00 | 179.60 | 11,862.50 | -8,986.01 | -166.85 | 8,987.51 | 0.00 | 0.00 | 0.00 |
| 21,500.00 | 90.00 | 179.60 | 11,862.50 | -9,086.01 | -166.15 | 9,087.48 | 0.00 | 0.00 | 0.00 |
| 21,600.00 | 90.00 | 179.60 | 11,862.50 | -9,186.00 | -165.45 | 9,187.46 | 0.00 | 0.00 | 0.00 |
| 21,700.00 | 90.00 | 179.60 | 11,862.50 | -9,286.00 | -164.76 | 9,287.43 | 0.00 | 0.00 | 0.00 |
| 21,800.00 | 90.00 | 179.60 | 11,862.50 | -9,386.00 | -164.06 | 9,387.41 | 0.00 | 0.00 | 0.00 |
| 21,900.00 | 90.00 | 179.60 | 11,862.50 | -9,486.00 | -163.36 | 9,487.39 | 0.00 | 0.00 | 0.00 |
| 22,000.00 | 90.00 | 179.60 | 11,862.50 | -9,585.99 | -162.66 | 9,587.36 | 0.00 | 0.00 | 0.00 |
| 22,100.00 | 90.00 | 179.60 | 11,862.50 | -9,685.99 | -161.96 | 9,687.34 | 0.00 | 0.00 | 0.00 |
| 22,200.00 | 90.00 | 179.60 | 11,862.50 | -9,785.99 | -161.26 | 9,787.31 | 0.00 | 0.00 | 0.00 |
| 22,300.00 | 90.00 | 179.60 | 11,862.50 | -9,885.99 | -160.57 | 9,887.29 | 0.00 | 0.00 | 0.00 |
| 22,400.00 | 90.00 | 179.60 | 11,862.50 | -9,985.98 | -159.87 | 9,987.26 | 0.00 | 0.00 | 0.00 |
| 22,500.00 | 90.00 | 179.60 | 11,862.50 | -10,085.98 | -159.17 | 10,087.24 | 0.00 | 0.00 | 0.00 |
| 22,600.00 | 90.00 | 179.60 | 11,862.50 | -10,185.98 | -158.47 | 10,187.21 | 0.00 | 0.00 | 0.00 |
| 22,700.00 | 90.00 | 179.60 | 11,862.50 | -10,285.98 | -157.77 | 10,287.19 | 0.00 | 0.00 | 0.00 |
| 22,702.00 | 90.00 | 179.60 | 11,862.50 | -10,287.97 | -157.76 | 10,289.18 | 0.00 | 0.00 | 0.00 |

Design Targets

Target Name

| - hit/miss target - Shape | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/-S (ft) | +E/-W (ft) | Northing (usft) | Easting (usft) | Latitude | Longitude |
|--|---------------|--------------|-----------|------------|------------|-----------------|----------------|---------------------|--------------------|
| PBHL (Lion Oil 28_33 - plan hits target center - Point | 0.00 | 0.00 | 11,862.50 | -10,287.97 | -157.76 | 488,378.36 | 744,085.14 | 32° 20' 27.295141 N | 103° 40' 36.656422 |
| FTP (Lion Oil 28_33 - plan hits target center - Point | 0.00 | 0.00 | 11,862.50 | 154.92 | -230.70 | 498,820.77 | 744,012.20 | 32° 22' 10.629380 N | 103° 40' 36.760261 |

Plan Annotations

| Measured Depth (ft) | Vertical Depth (ft) | Local Coordinates | | Comment |
|---------------------|---------------------|-------------------|------------|---------------------|
| | | +N/-S (ft) | +E/-W (ft) | |
| 5,885.00 | 5,885.00 | 0.00 | 0.00 | Build 2.00°/100' |
| 6,385.12 | 6,382.58 | 41.80 | -12.20 | Hold 10.00° Tangent |
| 10,468.41 | 10,403.81 | 722.61 | -210.91 | Turn 2.00°/100' |
| 11,458.85 | 11,389.04 | 719.16 | -234.64 | Build 10.00°/100' |
| 12,258.85 | 11,862.50 | 154.92 | -230.70 | Landing Point |
| 22,702.00 | 11,862.50 | -10,287.97 | -157.76 | TD at 22701.99' MD |

Oxy USA Inc. - Lion Oil 28_33 Fed Com 34H

1. Geologic Formations

| | | | |
|---------------|--------|-------------------------------|------|
| TVD of target | 11862' | Pilot Hole Depth | N/A |
| MD at TD: | 22701' | Deepest Expected fresh water: | 837' |

Delaware Basin

| Formation | TVD - RKB | Expected Fluids |
|-----------------|-----------|-----------------|
| Rustler | 837 | |
| Salado | 1,253 | Salt |
| Castile | 2,842 | Salt |
| Lamar/Delaware | 4,643 | Oil/Gas/Brine |
| Bell Canyon | 4,686 | Oil/Gas/Brine |
| Cherry Canyon | 5,605 | Oil/Gas/Brine |
| Brushy Canyon | 6,834 | Losses |
| Bone Spring | 8,540 | Oil/Gas |
| 1st Bone Spring | 9,684 | Oil/Gas |
| 2nd Bone Spring | 9,968 | Oil/Gas |
| 3rd Bone Spring | 10,793 | Oil/Gas |
| Wolfcamp | 11,771 | Oil/Gas |

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

2. Casing Program

| Hole Size (in) | Casing Interval | | Csg. Size (in) | Weight (lbs) | Grade | Conn. | SF | | | |
|-------------------------------|-----------------|---------|----------------|--------------|---------|-------|----------|----------|-----------------|------------------|
| | From (ft) | To (ft) | | | | | Collapse | SF Burst | Body SF Tension | Joint SF Tension |
| 14.75 | 0 | 1193 | 10.75 | 40.5 | J-55 | BTC | 1.125 | 1.2 | 1.4 | 1.4 |
| 9.875 | 0 | 11358 | 7.625 | 26.4 | L-80 HC | BTC | 1.125 | 1.2 | 1.4 | 1.4 |
| 6.75 | 0 | 22701 | 5.5 | 20 | P-110 | DQX | 1.125 | 1.2 | 1.4 | 1.4 |
| SF Values will meet or Exceed | | | | | | | | | | |

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 cancellation cone and not pump the second stage.

*Oxy requests the option to run production casing with DQX and/or SF TORQ connections to accommodate hole conditions or drilling operations.

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.

Oxy USA Inc. - Lion Oil 28_33 Fed Com 34H

| | |
|--|---------------|
| | 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 yes, does production casing cement tie back a minimum of 50' above the Reef? | |
| 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? | 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? | |

3. Cementing Program

| Casing String | # Sks | Wt. (lb/gal) | Yld (ft3/sack) | H2O (gal/sk) | 500# Comp. Strength (hours) | Slurry Description |
|--|-------|-----------------|-------------------|-----------------|--------------------------------------|--|
| Surface (Lead) | N/A | N/A | N/A | N/A | N/A | N/A |
| Surface (Tail) | 985 | 14.8 | 1.33 | 6.365 | 5:26 | Class C Cement, Accelerator |
| Intermediate 1st Stage (Lead) | 576 | 10.2 | 2.58 | 11.568 | 6:59 | Pozzolan Cement, Retarder |
| Intermediate 1st Stage (Tail) | 167 | 13.2 | 1.61 | 7.804 | 7:11 | Class H Cement, Retarder, Dispersant, Salt |
| DV/ECP Tool @ 4693 (We request the option to cancel the second stage if cement is circulated to surface during the first stage of cement operations) | | | | | | |
| Intermediate 2nd Stage (Lead) | N/A | N/A | N/A | N/A | N/A | N/A |
| Intermediate 2nd Stage (Tail) | 1068 | 13.6 | 1.67 | 8.765 | 7:32 | Class C Cement, Accelerator, Retarder |
| Production (Lead) | N/A | N/A | N/A | N/A | N/A | N/A |
| Production (Tail) | 868 | 13.2 | 1.38 | 6.686 | 3:39 | Class H Cement, Retarder, Dispersant, Salt |

Oxy USA Inc. - Lion Oil 28 33 Fed Com 34H

| Casing String | Top (ft) | Bottom (ft) | % Excess |
|-------------------------------|-----------------|--------------------|-----------------|
| Surface (Lead) | N/A | N/A | N/A |
| Surface (Tail) | 0 | 1193 | 100% |
| Intermediate 1st Stage (Lead) | 4593 | 10358 | 20% |
| Intermediate 1st Stage (Tail) | 10358 | 11358 | 20% |
| Intermediate 2nd Stage (Lead) | N/A | N/A | N/A |
| Intermediate 2nd Stage (Tail) | 0 | 4693 | 100% |
| Production (Lead) | N/A | N/A | N/A |
| Production (Tail) | 10858 | 22701 | 20% |

4. Pressure Control Equipment

| BOP installed and tested before drilling which hole? | Size? | Min. Required WP | Type | ✓ | Tested to: |
|---|--------------|-------------------------|-------------|----------|-------------------------|
| 9.875" Hole | 13-5/8" | 5M | Annular | ✓ | 70% of working pressure |
| | | | Blind Ram | ✓ | 250/5000psi |
| | | | Pipe Ram | | |
| | | | Double Ram | ✓ | |
| | | | 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.

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

BOP Break 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

| Depth | | Type | Weight (ppg) | Viscosity | Water Loss |
|-----------|---------|--|--------------|-----------|------------|
| From (ft) | To (ft) | | | | |
| 0 | 1193 | Water-Based Mud | 8.6-8.8 | 40-60 | N/C |
| 1193 | 11358 | Saturated Brine-Based or Oil-Based Mud | 8.0-10.0 | 35-45 | N/C |
| 11358 | 22701 | 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 of fluid? | PVT/MD Totco/Visual Monitoring |
|---|--------------------------------|

6. Logging and Testing Procedures

| Logging, 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 |

| Additional 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 | 7402 psi |
| Abnormal Temperature | No |
| BH Temperature at deepest TVD | 175°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 | H ₂ S is present |
| Y | H ₂ S Plan attached |

8. Other facets of operation

| | Yes/No |
|--|--------|
| Will the well be drilled with a walking/skidding operation? If yes, describe. <ul style="list-style-type: none"> We plan to drill the three well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well. | Yes |
| Will more than one drilling rig be used for drilling operations? If yes, describe. <ul style="list-style-type: none"> 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. | Yes |

Total estimated cuttings volume: 1717.1 bbls.

9. Company Personnel

| Name | Title | Office Phone | Mobile Phone |
|-----------------|------------------------------|--------------|--------------|
| Garrett Granier | Drilling Engineer | 713-513-6633 | 832-265-0581 |
| 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

PWD Data Report

03/09/2020

APD ID: 10400039683

Submission Date: 03/14/2019

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Well Type: OIL WELL

Well Work Type: Drill

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:

PWD disturbance (acres):

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:

Describe 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:

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

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:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD disturbance (acres):

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Describe 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 Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

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?

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

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 mineral owner:

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):

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

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

03/09/2020

APD ID: 10400039683

Submission Date: 03/14/2019

Operator Name: OXY USA INCORPORATED

Well Name: LION OIL 28-33 FEDERAL COM

Well Number: 34H

Well Type: OIL WELL

Well Work Type: Drill

[Show Final Text](#)

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: