

RECEIVED:	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: OXY USA INC. (16696) **OGRID Number:** 16696
Well Name: PRECIOUS 30-18 FEDERAL COM 43H **API:** 30-015-46614
Pool: WC-015 G-08 S233135; WOLFCAMP **Pool Code:** 98236

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
- A. Location – Spacing Unit – Simultaneous Dedication
☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD
- B. Check one only for [I] or [II]
- [I] Commingling – Storage – Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
- [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
- A. ☐ Offset operators or lease holders
 B. ☐ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☐ Notification and/or concurrent approval by SLO
 E. ☒ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☒ For all of the above, proof of notification or publication is attached, and/or,
 H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application
 Content
 Complete

- 3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

LESLIE REEVES

Print or Type Name

Leslie T. Reeves

Signature

8/23/2022

Date

713-497-2492

Phone Number

LESLIE_REEVES@OXY.COM

e-mail Address



OXY USA Inc

5 Greenway Plaza, Suite 110
Houston, TX 77046-0521

August 23, 2022

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Attention: Leonard Lowe

Re: ***Application for Administrative Approval of Non-Standard Location
Precious 30-18 Federal Com 43H – WC-015 G-08 S233135D; Wolfcamp
Surface – 570' FNL 2178' FWL Unit C, Sec 31 T23S R31E
First Take Point – 100' FSL 2490' FEL Unit O, Sec 30 T23S R31E
Last Take Point – 2540' FSL 2490' FEL Unit J, Sec 18 T23S R31E
Bottom Hole – 2620' FSL 2490' FEL Unit J, Sec 18 T23S R31E
Eddy County, New Mexico***

Dear Mr. Lowe:

OXY USA Inc. respectfully requests administrative approval of a non-standard location on the Precious 30-18 Federal Com #43H well, API Number-30-015-46614, Property Code 326187. The #43H well is proposed to be completed in the WC-015 G-08 S233135D; Wolfcamp pool. This will be a horizontal well in a pool with no special rules for setback, so the setback requirements under Rule 19.15.15.9 (A) and 19.15.16.15 (B) will apply. The proposed producing interval is projected as follows:

Surface – 570' FNL 2178' FWL Unit C, Sec 31 T23S R31E
First Take Point – 100' FSL 2490' FEL Unit O, Sec 30 T23S R31E
Last Take Point – 2540' FSL 2490' FEL Unit J, Sec 18 T23S R31E
Bottom Hole – 2620' FSL 2490' FEL Unit J, Sec 18 T23S R31E

- The adjoining units which the completed interval, unorthodox location, encroaches are located to the West in T23S R31E, Section 30 – Units C, F, K and N, Section 19 – Units C, F, K and N, Section 18 – Units K, and N, which are 100% working interest owned by OXY.

Approval of the unorthodox location will allow for efficient spacing of horizontal wells in the wolfcamp formation and thereby prevent waste.

To support this request, the following information has been submitted for your review:

1. C-102 Plat for the proposed well.
2. List of affected offset parties in each adjoining spacing unit in the same pool or formation located closer to the unorthodox well location than the minimum distance prescribed by applicable rule or order, copies of the signed certified return receipts will be furnished upon request.
3. Oxy Working Interest Letter
4. Statement from Oxy Development Area Engineer.

Sincerely,

Leslie Reeves
Regulatory Manager
Leslie_Reeves@oxy.com



OXY USA Inc

5 Greenway Plaza, Suite 110
Houston, TX 77046-0521

August 23, 2022

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

Re: ***Application for Administrative Approval of Non-Standard Location
Precious 30-18 Federal Com 43H – WC-015 G-08 S233135D; Wolfcamp
Surface – 570' FNL 2178' FWL Unit C, Sec 31 T23S R31E
First Take Point – 100' FSL 2490' FEL Unit O, Sec 30 T23S R31E
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Bottom Hole – 2620' FSL 2490' FEL Unit J, Sec 18 T23S R31E
Eddy County, New Mexico***

To Whom it May Concern:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by OXY USA Inc., requesting administrative approval for a non-standard location. As an affected party, notice is being provided to you pursuant to Rule 19.15.4.12(A)(2)(a), 19.15.15.9(A) and 19.15.16.15(B). The well is located as follows:

Surface – 570' FNL 2178' FWL Unit C, Sec 31 T23S R31E
First Take Point – 100' FSL 2490' FEL Unit O, Sec 30 T23S R31E
Last Take Point – 2540' FSL 2490' FEL Unit J, Sec 18 T23S R31E
Bottom Hole – 2620' FSL 2490' FEL Unit J, Sec 18 T23S R31E

If you object to the well's location, you must notify the Division in writing no later than 20 days from the date the application is received by the NMOCD (1220 South St. Francis Drive, Santa Fe, NM 87505; Attention: Leonard Lowe).

If you need any additional information, you can contact Matt Cole at 713-366-5928 or myself at 713-497-2492.

Thank you,

A handwritten signature in blue ink, appearing to read "Leslie Reeves". The signature is fluid and cursive, with the first name "Leslie" and last name "Reeves" clearly distinguishable.

Leslie Reeves
Regulatory Manager
OXY USA Inc.

DISTRICT I
1625 N. FRENCH DR., HOBBS, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT II
511 S. FIRST ST., ARTESIA, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III
1000 RIO BRAZOS RD., AZTEC, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-46614	Pool Code 98236	Pool Name WC-015 G-08 S233135D; WOLFCAMP
Property Code 326187	Property Name PRECIOUS 30-18 FEDERAL COM	Well Number 43H
OGRID No. 16696	Operator Name OXY USA INC.	Elevation 3349.3'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	31	23-S	31-E		570	NORTH	2178	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	18	23-S	31-E		2620	SOUTH	2490	EAST	EDDY

Dedicated Acres 800	Joint or Infill	Consolidation Code	Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p><u>PROPOSED BOTTOM HOLE LOCATION NAD 83</u> Y=474864.8 N X=701035.6 E LAT.=32.304418° N LONG.=103.816446° W LTP NAD 83 2540' FSL & 2490' FEL Y=474784.8 N X=701036.1 E LAT.=32.304198° N LONG.=103.816446° W</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr><th>POINT LEGEND NAD 83</th></tr> <tr><td>1 Y=474884.0 N X=700862.0 E</td></tr> <tr><td>2 Y=474895.9 N X=703525.5 E</td></tr> <tr><td>3 Y=472249.5 N X=703536.9 E</td></tr> <tr><td>4 Y=469616.6 N X=703555.6 E</td></tr> <tr><td>5 Y=466975.1 N X=703571.0 E</td></tr> <tr><td>6 Y=464333.7 N X=703585.0 E</td></tr> <tr><td>7 Y=461692.5 N X=703599.6 E</td></tr> <tr><td>8 Y=461680.6 N X=700956.6 E</td></tr> <tr><td>9 Y=466962.4 N X=700928.3 E</td></tr> <tr><td>10 Y=472244.2 N X=700898.0 E</td></tr> </table> <p>FTP NAD 83 100' FSL & 2490' FEL Y=461781.3 N X=701109.1 E LAT.=32.268454° N LONG.=103.816413° W KOP NAD 83 50' FSL & 2490' FEL Y=461731.3 N X=701109.4 E LAT.=32.268316° N LONG.=103.816412° W</p> <p><u>SURFACE LOCATION NAD 83</u> Y=461107.6 N X=700437.8 E LAT.=32.266611° N LONG.=103.818595° W</p>	POINT LEGEND NAD 83	1 Y=474884.0 N X=700862.0 E	2 Y=474895.9 N X=703525.5 E	3 Y=472249.5 N X=703536.9 E	4 Y=469616.6 N X=703555.6 E	5 Y=466975.1 N X=703571.0 E	6 Y=464333.7 N X=703585.0 E	7 Y=461692.5 N X=703599.6 E	8 Y=461680.6 N X=700956.6 E	9 Y=466962.4 N X=700928.3 E	10 Y=472244.2 N X=700898.0 E		<p><u>PROPOSED BOTTOM HOLE LOCATION NAD 27</u> Y=474805.1 N X=659852.5 E LAT.=32.304295° N LONG.=103.815958° W LTP NAD 27 2540' FSL & 2490' FEL Y=474725.1 N X=659852.9 E LAT.=32.304075° N LONG.=103.815958° W</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr><th>POINT LEGEND NAD 27</th></tr> <tr><td>1 Y=474824.5 N X=659701.1 E</td></tr> <tr><td>2 Y=474836.2 N X=662342.3 E</td></tr> <tr><td>3 Y=472190.0 N X=662353.6 E</td></tr> <tr><td>4 Y=469557.1 N X=662372.3 E</td></tr> <tr><td>5 Y=466915.6 N X=662387.6 E</td></tr> <tr><td>6 Y=464274.3 N X=662401.8 E</td></tr> <tr><td>7 Y=461633.2 N X=662416.1 E</td></tr> <tr><td>8 Y=461621.3 N X=659773.0 E</td></tr> <tr><td>9 Y=466902.9 N X=659744.9 E</td></tr> <tr><td>10 Y=472184.6 N X=659714.7 E</td></tr> </table> <p>FTP NAD 27 100' FSL & 2490' FEL Y=461722.0 N X=659925.5 E LAT.=32.268331° N LONG.=103.815926° W KOP NAD 27 50' FSL & 2490' FEL Y=461672.0 N X=659928.8 E LAT.=32.268193° N LONG.=103.815926° W</p> <p><u>SURFACE LOCATION NAD 27</u> Y=461048.3 N X=659254.3 E LAT.=32.266488° N LONG.=103.818108° W</p>	POINT LEGEND NAD 27	1 Y=474824.5 N X=659701.1 E	2 Y=474836.2 N X=662342.3 E	3 Y=472190.0 N X=662353.6 E	4 Y=469557.1 N X=662372.3 E	5 Y=466915.6 N X=662387.6 E	6 Y=464274.3 N X=662401.8 E	7 Y=461633.2 N X=662416.1 E	8 Y=461621.3 N X=659773.0 E	9 Y=466902.9 N X=659744.9 E	10 Y=472184.6 N X=659714.7 E	<p style="text-align: center;">OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p style="text-align: right;"><i>Leslie T. Reeves</i> 8/1/22</p> <p>Signature _____ Date _____</p> <p style="text-align: center;">LESLEE REEVES</p> <p>Printed Name _____</p> <p style="text-align: center;">LESLEE_REEVES@OXY.COM</p> <p>E-mail Address _____</p> <p style="text-align: center;">SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p style="text-align: right;">SEPTEMBER 18, 2018</p> <p>_____</p> <p>Date of Survey</p> <p>Signature & Seal of Professional Surveyor</p> <div style="text-align: center;"> </div> <p style="text-align: right;"><i>Chad Harcrow</i> 7/8/22</p> <p>Certificate No. CHAD HARCROW 17777</p> <p>W.O. #22-691 DRAWN BY: BD</p>
POINT LEGEND NAD 83																									
1 Y=474884.0 N X=700862.0 E																									
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Intent ☒ As Drilled ☐

API # 30-015-46614		
Operator Name: OXY USA Inc.	Property Name: PRECIOUS 30-18 FEDERAL COM	Well Number 43H

Kick Off Point (KOP)

UL O	Section 30	Township 23S	Range 31E	Lot	Feet 50	From N/S FSL	Feet 2490	From E/W FEL	County EDDY
Latitude 32.268316					Longitude -103.816412				NAD NAD83

First Take Point (FTP)

UL O	Section 30	Township 23S	Range 31E	Lot	Feet 100	From N/S FSL	Feet 2490	From E/W FEL	County EDDY
Latitude 32.268454					Longitude -103.816413				NAD NAD83

Last Take Point (LTP)

UL B	Section 18	Township 23S	Range 31E	Lot	Feet 2540	From N/S FSL	Feet 2490	From E/W FEL	County EDDY
Latitude 32.304198					Longitude -103.816446				NAD NAD83

Is this well the defining well for the Horizontal Spacing Unit? ☐ NIs this well an infill well? ☐ Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

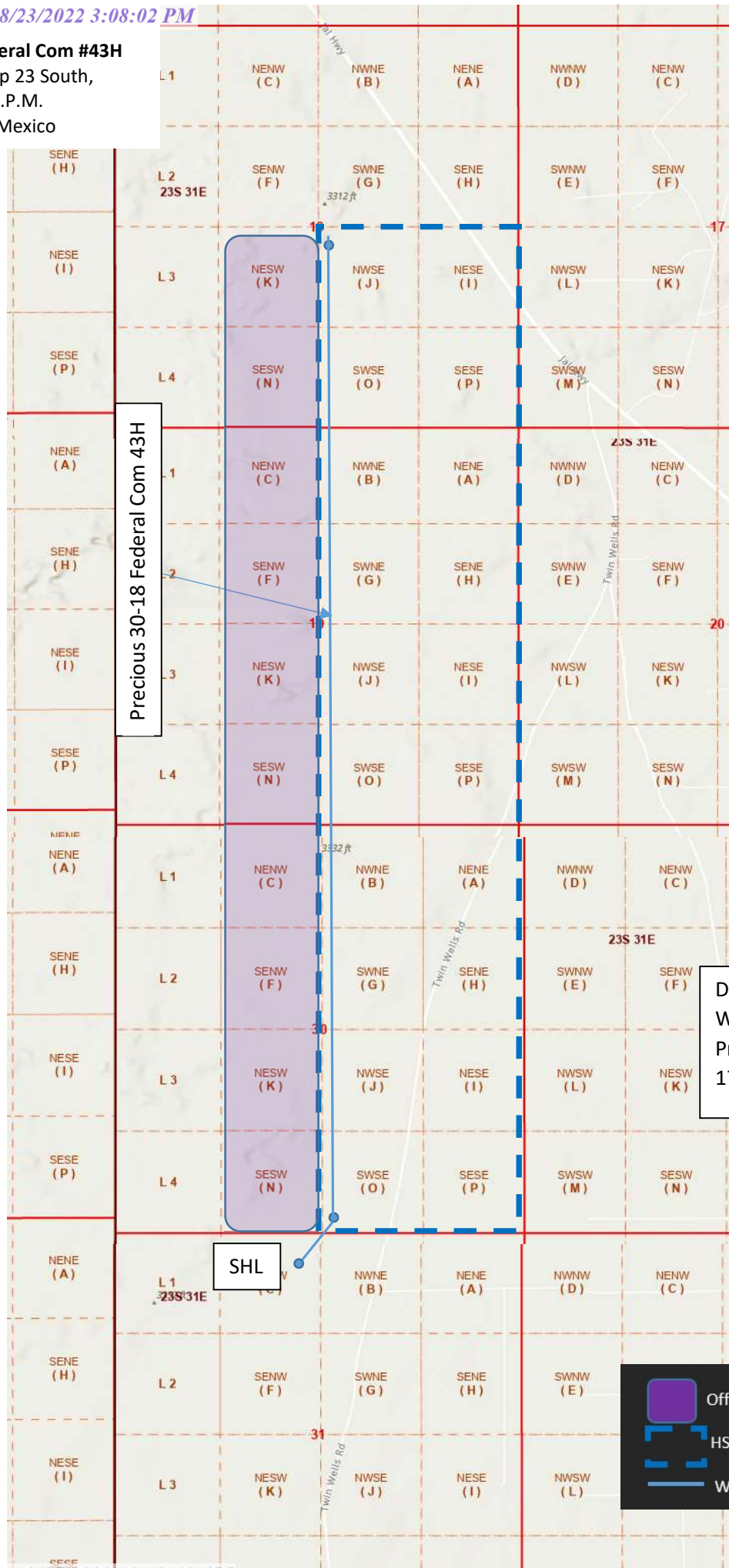
API # 30-015-46457		
Operator Name: OXY USA INC.	Property Name: PRECIOUS 30-18 FEDERAL COM	Well Number #175H

KZ 06/29/2018

Precious 30-18 Federal Com #43H

Section 31 Township 23 South,
Range 31 East, N.M.P.M.

Eddy County, New Mexico



Precious 30-18 Federal Com 43H

Defining well for this East ½
Wolfcamp HSU is the
Precious 30-18 Federal Com
175H

Offset Encroaching Tracts

HSU boundary

Wellbore

Application Non-Standard Location - Service List
OXY USA Inc.
Precious 30-18 Federal Com 43H

Online Submission
New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Certified Mail #7014 1820 0000 0732 6634
Bureau of Land Management Carlsbad
620 E. Greene Street
Carlsbad, NM 88220-6292

Offset Tracts Section 30 (T23S-R31E) - Units C, F, K, L
Offset Tracts Section 19 (T23S-R31E) - Units C, F, K, L
Offset Tracts Section 18 (T23S-R31E) - Units K, L
100% Working Interest Owner
OXY USA Inc.
5 Greenway Plaza, Suite 110
Houston, Texas 77046-0521

Copies of this application were mailed to the individuals, companies and organizations
on or before August 23, 2022



Leslie Reeves, Regulatory Manager
OXY USA Inc.



OXY USA INC.

A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046
P.O. Box 4294, Houston, Texas 77210-4294

August 18, 2022

Re: Precious 30-18 Fed Com #43H - NSL

Units N and K, Section 18, T23S R31E, Eddy County

Units C, F, K, and N, Section 19, T23S, R31E, Eddy County

Units C, F, K, and N, Section 30, T23S, R31E, Eddy County

To Whom It May Concern:

OXY USA INC., OXY Y-1 Company and Occidental Permian Limited Partnership, all subsidiaries of Occidental Petroleum Corporation, are the sole Working Interest Owners of the above described landsas to depths below the Bone Spring Formation. If you have any questions, please contact me at the number listed below.

Best Regards,

OXY USA INC.

A handwritten signature in black ink, appearing to read "Matt Cole". The signature is stylized with a large, looped "M" and a cursive "C".

Matt Cole
Land Negotiator
713-366-5928



Occidental Oil and Gas Corporation
ATTN: Pablo Cabal
5 Greenway Plaza, Suite 110
Houston, TX 77046
713-215-7433
Pablo_Cabal@oxy.com

August 23, 2022

Mr. Leonard Lowe
New Mexico Oil Conservation Division
1220 South Francis Drive
Santa Fe, New Mexico 87505

RE: *Application for Nonstandard Location—Engineering Justification*
OXY USA Inc.
Precious 30-18 Federal Com 43H
T23S R31E, Section 30 & 19 – East ½ & Section 18 – South ½ of West 1/2, Eddy County

Dear Mr. Lowe:

Oxy USA Inc. respectfully seeks approval for a non-standard location for the Precious 30-18 Federal Com 43H well to be drilled within 330' of the HSU boundary. It is Oxy's responsibility as a prudent operator to optimize the section's well spacing and minimize reserves left in the ground. Placing the well within the setback, allows for a horizontal well spacing of 8 wells per section, optimizing the recoverable reserves. Any reduction in well spacing will result in untapped reserves being left in the reservoir resulting in waste of a resource that will not be developed otherwise.

Sincerely,

A handwritten signature in blue ink, appearing to read "P. Cabal", is written over a light gray rectangular background.

Pablo Cabal
Reservoir Engineer

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 137148

CONDITIONS

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 137148
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
Ilowe	NSL - 8431 is approved. The approved Order can be retrieved at the following OCD website link. https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx	8/24/2022