

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

Form C-101
August 1, 2011
Permit 181104

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

1. Operator Name and Address OXY USA INC PO Box 4294 Houston, TX 77210		2. OGRID Number 16696
4. Property Code 40386		3. API Number 30-015-42058
5. Property Name Cedar Canyon 17		6. Well No. 001H

7. Surface Location

UL - Lot A	Section 17	Township 24S	Range 29E	Lot Idn	Feet From 1150	N/S Line N	Feet From 150	E/W Line E	County Eddy
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8. Proposed Bottom Hole Location

UL - Lot E	Section 17	Township 24S	Range 29E	Lot Idn E	Feet From 1980	N/S Line N	Feet From 350	E/W Line W	County Eddy
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9. Pool Information

CORRAL DRAW;BONE SPRING	96238
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Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 2928
16. Multiple N	17. Proposed Depth 13188	18. Formation 3rd Bone Spring Sand	19. Contractor	20. Spud Date 5/1/2014
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

☒ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	11.75	47	350	280	0
Int1	10.625	8.625	32	2900	790	0
Prod	7.875	5.5	17	13188	1450	1900

Casing/Cement Program: Additional Comments

Proposed Mud Program: 0-350' Fresh/Spud Mud - 350-2900' Fresh Water/NaCl Brine - 2900-8841' Cut Brine/Sweeps - 7648-13188' Duo Vis/Salt Gel/Starch/PAC. BOP Program 13-5/8" 10M three ram stack w/ 5M annular, 5M choke manifold. Additional information will be sent along with the H2S plan.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	10000	10000	
Annular	5000	5000	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒ , if applicable. Signature: _____ Printed Name: Electronically filed by Keith Barton Title: Regulatory Team Leader Email Address: keith_barton@oxy.com Date: 2/6/2014	OIL CONSERVATION DIVISION Approved By: Randy Dade Title: District Supervisor Approved Date: 2/11/2014 Expiration Date: 2/11/2016 Conditions of Approval Attached
Phone: 713-350-4959	

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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-	Pool Code 96238	Pool Name Connell Draw Bone Spring
Property Code	Property Name CEDAR CANYON 17	Well Number 1H
OGRID No. 16696	Operator Name OXY U.S.A. INC.	Elevation 2928'

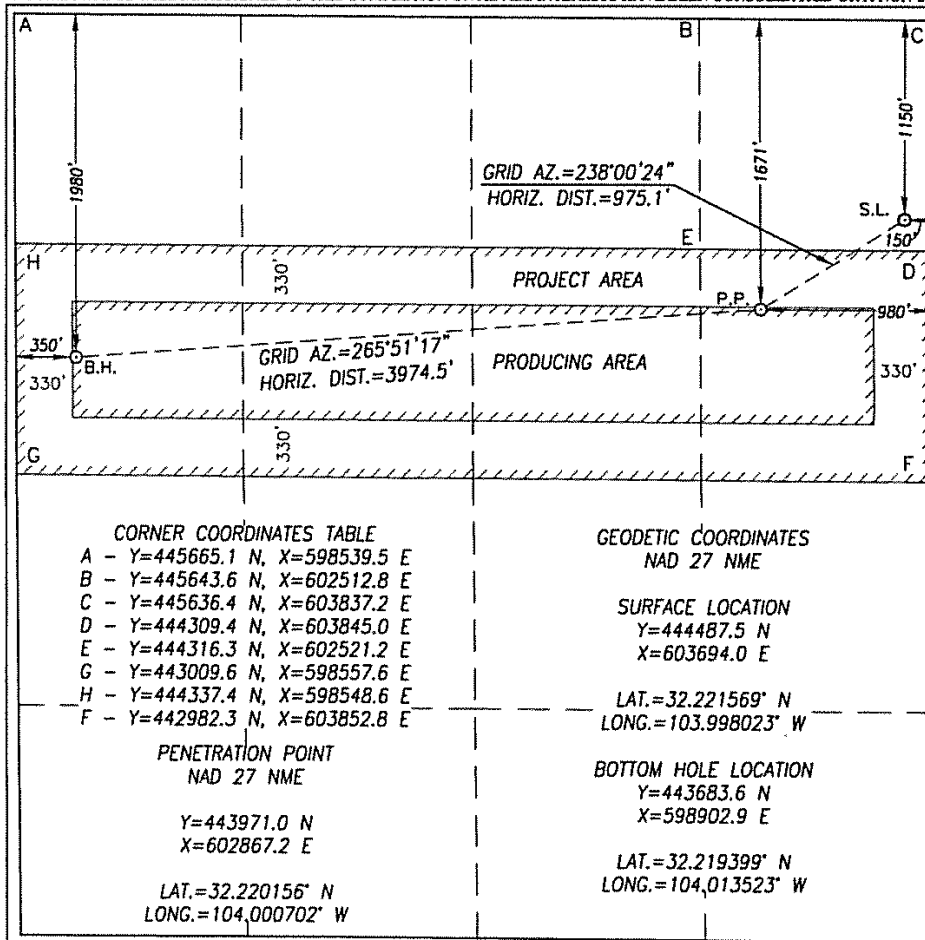
Surface Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	17	24-S	29-E		1150	NORTH	150	EAST	EDDY

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
E	17	24-S	29-E		1980	NORTH	350	WEST	EDDY

Penetration Point Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	17	24-S	29-E		1671	NORTH	980	EAST	EDDY

Dedicated Acres 160	Joint or Infill N	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



OPERATOR CERTIFICATION

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.

Signature: *David Stewart* Date: 2/6/14
Printed Name: David Stewart SR. Reg. Adv.
E-mail Address: david.stewart@oxy.com

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

SEPTEMBER 20, 2013

Date of Survey
Signature & Seal of Professional Surveyor:

GARY C. EIDSON
NEW MEXICO
12641
Certificate Number: Gary C. Eidson 12641
Ronald J. Eidson 3239
ACK REL W.O. 1911H060 JWSC W.O. 14.13.0080

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Form APD Comments

Permit 181104

PERMIT COMMENTS

Operator Name and Address: OXY USA INC [16696] PO Box 4294 Houston, TX 77210	API Number: 30-015-42058
	Well: Cedar Canyon 17 #001H

Created By	Comment	Comment Date
STEWARTD	Penetration Point - 1671 FNL 980 FEL H Sec 17 T24S R29E - Lat:32.220156 Long:104.000702. A pilot hole will be drilled to the 3rd Bone Spring @ +/-8841', logged and plugged back to +/-7450' w/ 680sx cmt. The lateral will be drilled to the 2nd Bone Spring to +/- 13188'M 8603'V. A closed loop system will be utilized consisting of above ground steel tanks and haul-off bins. Disposal of liquids, drilling fluids and cuttings will be disposed of at an approved facility.	2/6/2014
CSHAPARD	Land p/P	2/7/2014

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Form APD Conditions
Permit 181104

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address: OXY USA INC [16696] PO Box 4294 Houston, TX 77210		API Number: 30-015-42058
		Well: Cedar Canyon 17 #001H
OCD Reviewer	Condition	
CSHAPARD	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	