District I 1825 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 181220

APPLICATION FOR PERMIT	TO DRILL, RE-ENTER, D	EEPEN, PLUGBACK, C	OR ADD A ZONE

APPLIC	CATION FOR PERMIT TO DE	RILL, RE-ENTER, DEEPE	:N, PLUGBAC	CK, OR ADD A ZOI	VE.	
Operator Name and Address		3905	.0.	2. OGR	ID Number	
OXY USA INC					16696	
PO Box 4294				3. API N	lumber	
Houston, TX 77210					30-015-42062	
4. Property Code	5. Property Name			6. Well	No.	
39668	CEDAR CANYON 16	STATE			011H	
		7. Surface Location	11			•,
UL - Lot Section Township	Range Lot	ot Idn Feet From	N/S Line	Feet From	E/W Line	County
C 16	24S 29E	260	N	2060	W	Edd

8. Proposed Bottom Hole Location N/S Line E/W Line UL - Lot Range Section Township Lot Idn Feet From Feet From County 248 1980 N 29E S Eddy 16

9. Pool Information

CEDAR CANYON;DELAWARE	to National Administration (11540

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 2927	
18. Multiple N	17. Proposed Depth 9606	18. Formation Brushy Canyon	19. Contractor	20. Spud Date 6/30/2014	
Depth to Ground water		Distance from nearest fresh water well	Distance from nearest fresh water well		

☑ 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	300	250	0
Int1	10.625	8.625	32	3000	820	0
Prod	7.875	5.5	17	9606	1010	2000

Casing/Cement Program: Additional Comments

Proposed Mud Program: 0-300' Fresh/Spud Mud - 300-3000' Fresh Water/NaCl Brine - 3000-9606' Cut Brine/Sweeps. 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

	22. Froposcu biowout Prevention Program					
Type	Working Pressure	Test Pressure	Manufacturer			
Double Ram	10000	10000				
Annular	5000	5000				

knowledge and b	elief.	true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERV	ATION DIVISION
Signature:					
Printed Name:	Electronically filed by Keith Barton	1	Approved By:	Randy Dade	
Title:	Regulatory Team Leader	Title:	District Supervisor	S-11100F-01100-1100-1100-1100	
Email Address:	keith_barton@oxy.com		Approved Date:	2/11/2014	Expiration Date: 2/11/2016
Date:	2/10/2014	Conditions of App	roval Attached	Waster 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	

DISTRICT 1
1625 N French Dr., Hobba, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
DISTRICT II
811 S. First St., Artesia, NM 88240
Phone: (575) 748-1283 Fax: (575) 748-9720
DISTRICT III
1000 Rio Brazor Road, 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

		WE			IND ACKE	AGE DEDICA	11101	Pool Name		
	'l Number		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1							
30-015-		11540 Cedar Canyon Delaware Well Number								
Property Co	ode		Property Name Well Number CEDAR CANYON 16 STATE 11H					11H		
OGRID N	ło.				Operator Na				- 1	llevation
1669	6				DXY U.S.A	. INC.				2927'
					Surface Loca					
UL or lot No.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line		from the	East/West line	County
C	16	24-S	29-E		260	NORTH	20	060	WEST	EDDY
.1		1		Bottom Hol	e Location If Dif	Terent From Surface				
UL, or lot No.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line		from the	East/West line	County
N	16	24-S	29-E		350	SOUTH	19	980	WEST	EDDY
		L		1	enetration Point	Location				
UL or lot No.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet f	from the	East/West line	County
С	16	24-S	29-E		975	NORTH	20	47.8	WEST	EDDY
Dedicated Acres	Joint of		Consolidation C	ode Ord	ler No.				<u> </u>	
160	1 10		- 001 mt war 01: 1:		The state of the s	CONSOL INATED OF A	IOM OTAX	MADD ID!	TUAC DEEM ADDROVA	EN BY THE DIVICION
NO ALLOWABLE W	ILL BE ASSIG	NED TO THE		VIIL ALL INTE	RESTS HAVE BEEN	CONSOLIDATED OR A ?	IVIE-NON	NDAKD UNI	I HAS BEEN APPROVI	ED BT TRE DIVISION
	ŀ	A 5	1 2 5 B	1	1	GEODETIC COORDIN	ATES	OPER	ATOR CERTIF	CATION
	2060'		9. 6	1	1	NAD 27 NME	11		tify that the information h	
	F			1	1	SURFACE LOCATION	ON		the best of my knowledge anization either owns a w	
GRID AZ.=180			! 1	1	ı	Y=445388.5 N		unleased mi	ineral interest in the land i	ncluding the
HORIZ. DIST.=	=714.9'		!	1		X=605898.2 E			ottom hole location or has location pursuant to a con	
	-2047.8		P.P.	1			II	of such min	eral or working interest, c	or to a voluntary
						LAT.=32.224026* LONG.=103.990886			eement or a compulsory pentered by the division.	coling order
						PENETRATION PO	INT		. A.	2/10/14
	ŀ	/ s / i	A 3	1		NAD 27 NME	Ш	Signature	27-	2 (10 (14 Date
				1		Y=444673.7 N X=605890.3 E	11	David Printed No	1Stewart 5 ame 1Stewart 6	suckas Adu.
		PROJECT	330.	1		LAT.=32.222061°		کدن ک	1_Stewarte	9047.COM
			<u> </u>	1_	-	LONG.=103.99091	9° W	E-mail Ac	ldress	
]]]	1	CORNER COOR	 DINATES TABLE			EYOR CERTIF	1
		t _k_		7					rtify that the well location from field notes of actual	
GRID AZ.=180						N, X=605160.0 E N, X=606482.7 E	H	me or under	r my supervision, and that	
HORIZ. DIST.=	= <i>3986.3</i> °	330'	1 }			N, X=606516.2 E	11	and correct	to the best of my belief.	
		t t	1 }			N, X=605192.3 E			SEPTEMBER 20	
			! }	7		1		Date of Su Signature	irvey amananing & Scal pf Golessions	Surveyor:
		<u>{</u>		1 —				2		0.4
		k k	1 1	1		BOTTOM HOLE LO	ואחודה		O MEY	The Williams
		E t	1 1	1		NAD 27 NME		HH.)
		F	1 1	1				(温	(12641)	igi l
		F t	1 1	1		Y=440688.6 X=605845.9	- 11	1		<i>iõi,.</i>
		F t	В.н. 1	1		A-00J04J.9	٠	BON	is hem	217/14
	1980'	F	8 8			LAT.=32.211107 LONG.=103.99110		Centificati	Andrew Gares	Edson 12641
		D	1221	51		<u> </u>		ACK RE	L. W.O. 13T11048 JW	ac W.U.: 14.13,0070

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720

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

Permit 181220

Form APD Comments

PERMIT COMMENTS

Operator Name and Address:	API Number:
OXY USA INC [16696]	30-015-42062
PO Box 4294	Well:
Houston, TX 77210	CEDAR CANYON 16 STATE #011H

Created By	Comment	Comment Date
Drawn Barrier Barrier	Penetration Point - 975 FNL 2048 FWL C Sec 16 T24S R29E - Lat:32.222061 Long:103.990919. 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. The following well is permitted to drill in the following pool and formation. 1. Cedar Canyon 16 State #10H - 30-015-42055-Pierce Crossing Bone Spring, East (96473) 3rd Bone Spring-TVD 9843' Ut C-F-K-N	

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720

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

Permit 181220

Form APD Conditions

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
OXY USA INC [16696]	30-015-42062
PO Box 4294	Well:
Houston, TX 77210	CEDAR CANYON 16 STATE #011H

OCD	Condition
Reviewer	
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