

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-8161 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) 334-8178 Fax:(505) 334-8170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3482

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 215758

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

1. Operator Name and Address OCCIDENTAL PERMIAN LTD PO Box 4294 Houston, TX 77210		2. OGRID Number 157984
4. Property Code 19520		3. API Number 30-025-43038
5. Property Name NORTH HOBBS G/SA UNIT		6. Well No. 687

7. Surface Location

UL - Lot	P	Section	24	Township	18S	Range	37E	Lot Idn	P	Feet From	862	N/S Line	S	Feet From	1317	E/W Line	E	County	Lea
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8. Proposed Bottom Hole Location

UL - Lot	O	Section	24	Township	18S	Range	37E	Lot Idn	O	Feet From	1027	N/S Line	S	Feet From	1345	E/W Line	E	County	Lea
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9. Pool Information

HOBBS;GRAYBURG-SAN ANDRES	31920
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Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3666
16. Multiple N	17. Proposed Depth 4800	18. Formation San Andres	19. Contractor	20. Spud Date 3/1/2016
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	12.25	9.625	36	1650	650	0
Prod	8.75	7	26	4800	800	0

Casing/Cement Program: Additional Comments

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22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	3000	

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 KELLEY MONTGOMERY Title: Manager Regulatory Email Address: kelly_montgomery@oxy.com Date: 1/26/2016	OIL CONSERVATION DIVISION Approved By: Paul Kautz Title: Geologist Approved Date: 1/27/2016 Expiration Date: 1/27/2018 Conditions of Approval Attached
Phone: 713-366-5716	

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 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	Pool Code	Pool Name
Property Code	Property Name NORTH HOBBS G/SA UNIT	Well Number 687
OGRID No.	Operator Name OCCIDENTAL PERMIAN LTD.	Elevation 3666.1'

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	24	18 SOUTH	37 EAST, N.M.P.M.		862'	SOUTH	1317'	EAST	LEA

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
O	24	18 SOUTH	37 EAST, N.M.P.M.		1027'	SOUTH	1345'	EAST	LEA

Dedicated Acres	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.

	OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided 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 a mineral or working interest, or as a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature: <u>April Hood</u> Date: <u>1/26/16</u> Printed Name: <u>April Hood</u> E-mail Address: <u>April-Hood@DXY.COM</u>
	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. Date of Survey: <u>DECEMBER 21, 2015</u> Signature and Seal of Professional Surveyor: <u>[Signature]</u> Certificate Number: <u>15079</u> WD# 151221WL-b (KA)

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

Form APD Comments

Permit 215758

PERMIT COMMENTS

Operator Name and Address: OCCIDENTAL PERMIAN LTD [157984] PO Box 4294 Houston, TX 77210	API Number: 30-025-43038
	Well: NORTH HOBBS G/SA UNIT #687

Created By	Comment	Comment Date
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Form APD Conditions

Permit 215758

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address: OCCIDENTAL PERMIAN LTD [157984] PO Box 4294 Houston, TX 77210	API Number: 30-025-43038
	Well: NORTH HOBBS G/SA UNIT #687

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	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
pkautz	If using a pit for drilling and completion operations, must have an approved pit from prior to spudding the well.
pkautz	SURFACE & PRODUCTION CASING - Cement must circulate to surface
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	Must notify OCD Hobbs Office if lost circulation is encountered at 575-370-3186
pkautz	1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.