

Form 3160-3
(June 2015)

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2018

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

1a. Type of work: <input type="checkbox"/> DRILL <input type="checkbox"/> REENTER 1b. Type of Well: <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other 1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		5. Lease Serial No. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA Agreement, Name and No. 8. Lease Name and Well No.
2. Name of Operator		9. API Well No. 3001547519 Russell; Bone
3a. Address	3b. Phone No. (include area code)	10. Field and Pool, or Exploratory Spring
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface At proposed prod. zone		11. Sec., T. R. M. or Blk. and Survey or Area
14. Distance in miles and direction from nearest town or post office*		12. County or Parish 13. State
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No of acres in lease	17. Spacing Unit dedicated to this well
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/BIA Bond No. in file
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	23. Estimated duration

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.
2. A Drilling Plan.
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). | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be requested by the BLM. |
|---|---|

25. Signature	Name (Printed/Typed)	Date
Title		
Approved by (Signature)	Name (Printed/Typed)	Date
Title		
Office		

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.

Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.

- Will require a directional survey with the C-104

SL



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

KP 9/30/2020

*(Instructions on page 2)

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: (505) 334-6178 Fax: (505) 334-6170

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) 476-3482

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 47519	Pool Code	Pool Name
Property Code 329278	Property Name CHARLIE CHOCOLATE 13_14 FEDERAL COM	
OGRID No.	Operator Name	Well Number 312H
		Elevation 3259.1'

Surface Location

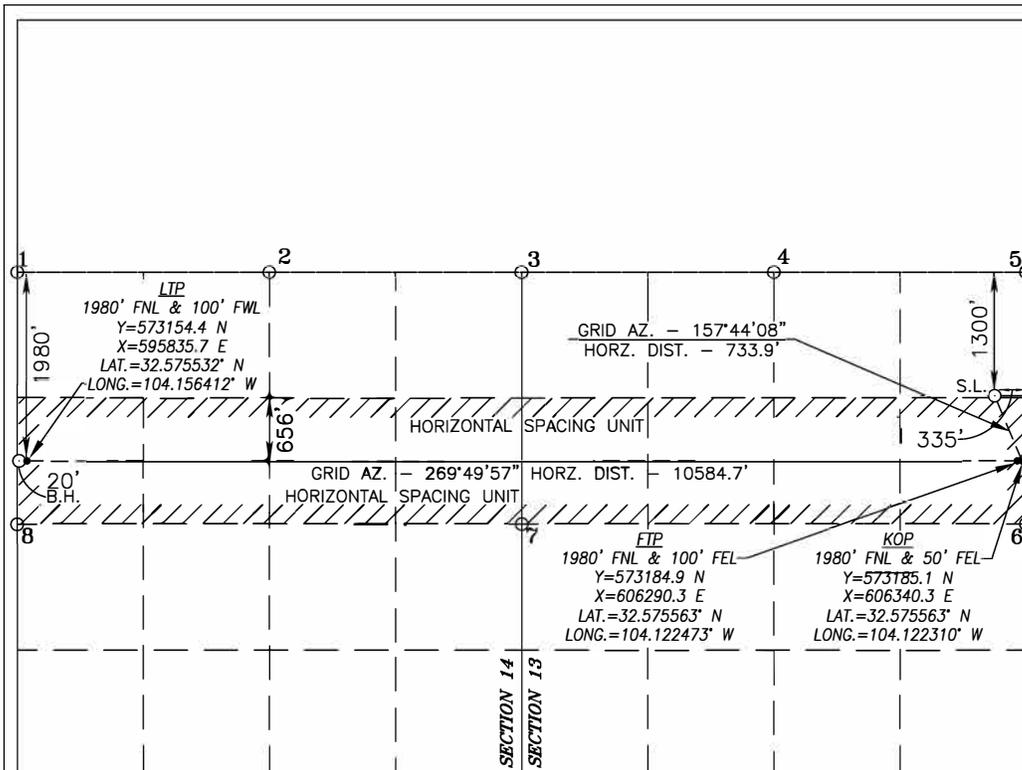
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	13	20-S	28-E		1300	NORTH	335	EAST	EDDY

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	14	20-S	28-E		1980	NORTH	20	WEST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.

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.

Leslie T. Reeves

Signature _____ Date _____

Printed Name _____

E-mail Address _____

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 26, 2019

Date of Survey _____

Signature & Seal of Professional Surveyor

Chad Hargrow 10/23/19

Certificate No. CHAD HARCROW 17777
W.O. # 19-1723 DRAWN BY: AH

POINT LEGEND			
1	Y=575134.2 N X=595753.4 E	5	Y=575165.3 N X=606410.6 E
2	Y=575142.6 N X=598413.0 E	6	Y=572511.7 N X=606383.4 E
3	Y=575151.9 N X=601071.0 E	7	Y=572500.7 N X=601041.2 E
4	Y=575157.5 N X=603741.9 E	8	Y=572483.7 N X=595729.6 E

SURFACE LOCATION
Y=5733864.3 N
X=606062.2 E
LAT.=32.577432° N
LONG.=104.123209° W

* ALL COORDINATES ARE NAD 83 VALUES

Intent As Drilled

API #									
Operator Name:					Property Name:				Well Number

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitude					Longitude				NAD

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitude					Longitude				NAD

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitude					Longitude				NAD

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

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

API #									
Operator Name:					Property Name:				Well Number

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	OXY USA WTP LP
LEASE NO.:	NMLC0050797
WELL NAME & NO.:	CHARLIE CHOCOLATE 13-14 FEDERAL COM 312H
SURFACE HOLE FOOTAGE:	1300'/N & 335'/E
BOTTOM HOLE FOOTAGE:	1980'/N & 20'/W
LOCATION:	Section 13, T.20 S., R.28 E., NMPM
COUNTY:	Eddy County, New Mexico

COA

H2S	<input type="radio"/> Yes	<input checked="" type="radio"/> No	
Potash	<input checked="" type="radio"/> None	<input type="radio"/> Secretary	<input type="radio"/> R-111-P
Cave/Karst Potential	<input type="radio"/> Low	<input type="radio"/> Medium	<input checked="" type="radio"/> High
Cave/Karst Potential	<input type="radio"/> Critical		
Variance	<input type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input type="radio"/> Other
Wellhead	<input type="radio"/> Conventional	<input checked="" type="radio"/> Multibowl	<input type="radio"/> Both
Other	<input checked="" type="checkbox"/> 4 String Area	<input checked="" type="checkbox"/> Capitan Reef	<input type="checkbox"/> WIPP
Other	<input type="checkbox"/> Fluid Filled	<input checked="" type="checkbox"/> Cement Squeeze	<input type="checkbox"/> Pilot Hole
Special Requirements	<input type="checkbox"/> Water Disposal	<input checked="" type="checkbox"/> COM	<input type="checkbox"/> Unit

Break Testing	<input checked="" type="radio"/> Yes	<input type="radio"/> No
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A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

1. The **13-3/8** inch surface casing shall be set at approximately **786 feet** (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of

six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

- b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
2. The **9-5/8** Intermediate casing shall be set at **3233 feet**. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:

Option 1 (Single Stage):

- Cement to surface. If cement does not circulate see B.1.a, c-d above.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
 - Excess cement calculates to less than 25% ; More cement may be needed.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
 - Operator will perform bradenhead squeeze. Cement to surface. If cement does not circulate see B.1.a, c-d above.
 - Excess cement calculates to less than 25% ; More cement may be needed.

Operator has proposed to pump down 13-3/8" X 9-5/8" annulus.

Three string wells

- CBL will be required on one well per pad - If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run - Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement
 - ❖ In High Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
 - ❖ In Capitan Reef Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
 - ❖ **Special Capitan Reef requirements.** If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
(Use this for 3 string wells in the Capitan Reef, if 4 string well ensure FW based mud used across the capitan interval)
 - Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
 - Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.
3. The minimum required fill of cement behind the **5-1/2** inch production casing is:

Option 1 (Single Stage):

- Cement should tie-back at least **50 feet** on top of Capitan Reef top **or 200 feet** into the previous casing, whichever is greater. If cement does not circulate see B.1.a, c-d above.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, potash or capitan reef.

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
2. **BOP Requirements:**

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **3000 (3M)** psi.

Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **10,000 (10M)** psi. **Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.**

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the

signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.

- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

BOPE Break Testing Variance (Note: For 5M BOPE or less)

- BOPE Break Testing is ONLY permitted for 5M BOPE or less.
- BOPE Break Testing is NOT permitted to drilling the production hole section.
- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer prior to the commencement of any BOPE Break Testing operations.
- A full BOPE test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required.
- The BLM is to be contacted (575-361-2822 Eddy County) 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at 21-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per Onshore Oil and Gas Order No. 2.

A separate sundry will be sent prior to spud that reflects the pad based break testing plan.

Offline Cementing

- Contact the BLM prior to the commencement of any offline cementing procedure.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,
(575) 361-2822

Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. 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. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke

manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.

3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except

the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).

- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

RI09142020

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:** 07/10/2020**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:** JIM WILSON**Street Address:** 6001 DEAUVILLE**City:** MIDLANDS**State:** TX**Zip:****Phone:** (575)631-2442**Email address:** JIM_WILSON@OXY.COM

APD ID: 10400053131

Submission Date: 01/14/2020

Highlighted data reflects the most recent changes

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - General

APD ID: 10400053131

Tie to previous NOS? N

Submission Date: 01/14/2020

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: NMLC0050797

Lease Acres: 1200

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? NO

APD Operator: OXY USA WTP LP

Operator letter of designation:

Operator Info

Operator Organization Name: OXY USA WTP LP

Operator Address: 5 Greenway Plaza, Suite 110

Zip: 77210

Operator PO Box: PO Box 4294

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: CHARLIE CHOCOLATE 13-14 FEDERAL COM

Well Number: 312H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: COTTON DRAW
BONE SPRING

Pool Name: COTTON DRAW
BONE SPRING

Is the proposed well in an area containing other mineral resources? USEABLE WATER,NATURAL GAS,OIL

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Is the proposed well in an area containing other mineral resources? USEABLE WATER,NATURAL GAS,OIL

Is the proposed well in a Helium production area? N **Use Existing Well Pad?** N **New surface disturbance?**

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: BIG FISH 12-10 FEDERAL COM

Number: 311H, 31H, 312H

Well Class: HORIZONTAL

Number of Legs: 1

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 12 Miles

Distance to nearest well: 35 FT

Distance to lease line: 20 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: CharlieChocolate13_14FdCom312H_C102_20200114092921.pdf

CharlieChocolate13_14FdCom312H_Supplemental_20200114092927.pdf

CharlieChocolate13_14FdCom312H_SitePlan_20200114093115.pdf

Well work start Date: 06/01/2020

Duration: 45 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

Reference Datum: GROUND LEVEL

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	1300	FNL	335	FEL	20S	28E	13	Aliquot NENE	32.577432	-104.123209	EDD Y	NEW MEXICO	NEW MEXICO	F	NMLC0050797	3259	0	0	N
KOP Leg #1	1980	FNL	50	FEL	20S	28E	13	Aliquot SENE	32.575563	-104.12231	EDD Y	NEW MEXICO	NEW MEXICO	F	NMLC0050797	-5086	8399	8345	N

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

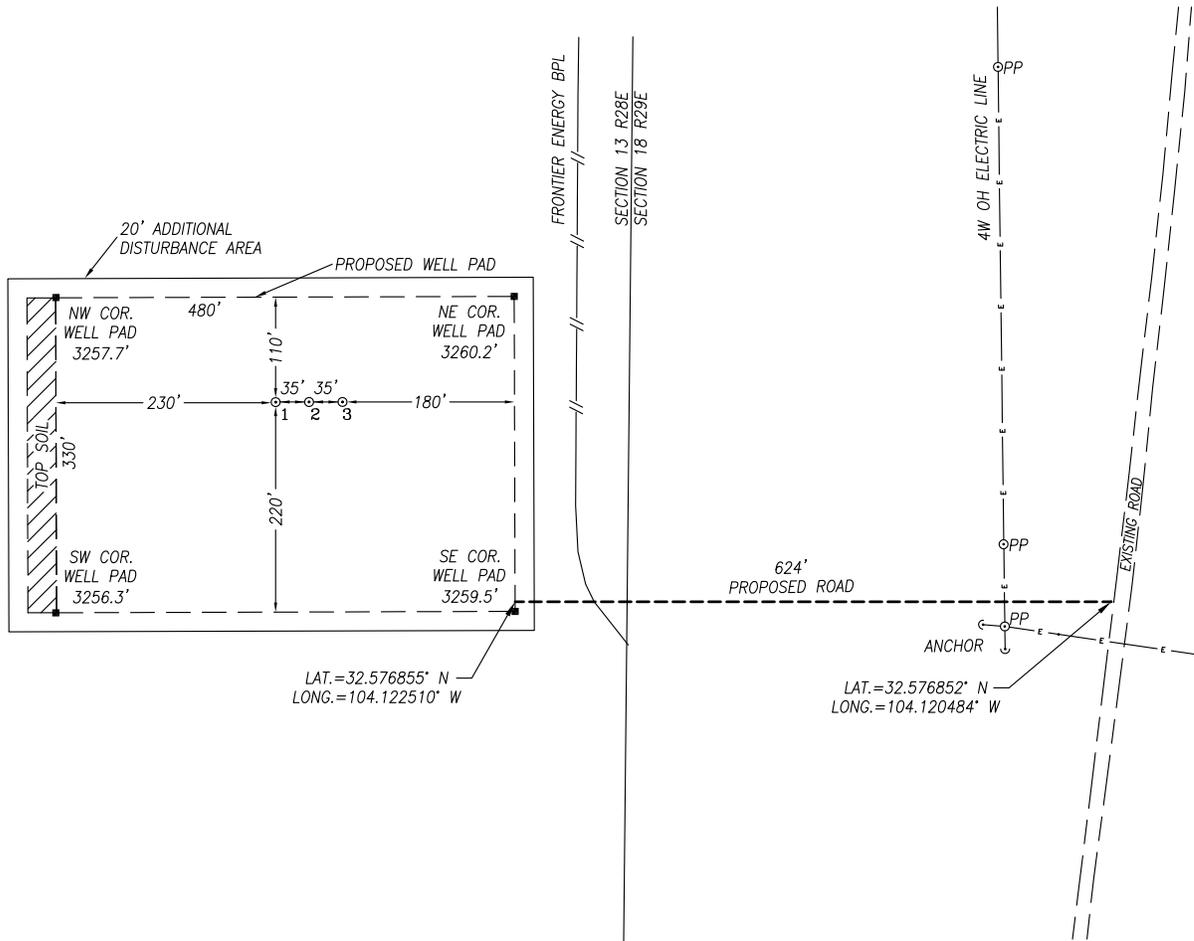
Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this lease?
PPP Leg #1-1	1980	FNL	100	FEL	20S	28E	13	Aliquot SENE	32.575563	-104.122473	EDD Y	NEW MEXICO	NEW MEXICO	F	NMLC0050797	-5691	9350	8950	Y
PPP Leg #1-2	1982	FNL	1326	FEL	20S	28E	14	Aliquot SWNE	32.575544	-104.143791	EDD Y	NEW MEXICO	NEW MEXICO	F	NMNM006856	-5577	15362	8836	Y
EXIT Leg #1	1980	FNL	100	FWL	20S	28E	14	Aliquot SWNW	32.575532	-104.156412	EDD Y	NEW MEXICO	NEW MEXICO	F	NMNM006856	-5503	19252	8762	Y
BHL Leg #1	1980	FNL	20	FWL	20S	28E	14	Aliquot SWNW	32.575531	-104.156672	EDD Y	NEW MEXICO	NEW MEXICO	F	NMNM006856	-5502	19332	8761	Y

OXY USA INC.

SITE PLAN

BRTNFL 1323

FAA PERMIT: NO



1	CHARLIE CHOCOLATE 13 FED COM 311H	1300' FNL & 370' FEL	32.577432° N	104.123322° W	3257.4'	IP-SMS-2722
2	CHARLIE CHOCOLATE 13_14 FED COM 312H	1300' FNL & 335' FEL	32.577432° N	104.123209° W	3259.1'	IP-SMS-2726
3	CHARLIE CHOCOLATE 13_14 FED COM 21H	1300' FNL & 300' FEL	32.577432° N	104.123095° W	3258.0'	IP-SMS-2729

T20S R28E

NOTES:

- 1) LATS & LONGS SHOWN HEREON ARE MERCATOR GRID AND CONFORM TO THE NEW MEXICO COORDINATE SYSTEM "NEW MEXICO EAST ZONE" NORTH AMERICAN DATUM 1983.
- 2) DISTANCES ARE GRID VALUES.
- 3) ALL FEATURES ARE EXISTING UNLESS OTHERWISE NOTED

CERTIFICATION

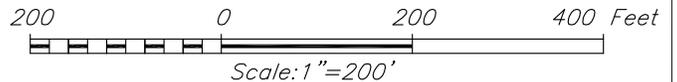
I, CHAD HARCROW, A NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR CERTIFY THAT I DIRECTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



Chad Harcrow
CHAD HARCROW N.M.P.S. NO. 17777

10/23/19
DATE

HARCROW SURVEYING, LLC
2316 W. MAIN ST, ARTESIA, N.M. 88210
PH: (575) 746-2158
c.harcrow@harcrowsurveying.com



OXY USA INC.		
SURVEY DATE: SEPT. 26, 2019	SITE PLAN	
DRAFTING DATE: OCT. 16, 2019	PAGE: 1 OF 1	
APPROVED BY: CH	DRAWN BY: AH	FILE: 19-1719

APD ID: 10400053131

Submission Date: 01/14/2020

Highlighted data reflects the most recent changes

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
632901	RUSTLER	3259	397	397	ANHYDRITE, DOLOMITE, SHALE	USEABLE WATER	N
632902	TANSILL	2659	600	600	ANHYDRITE, SANDSTONE, SHALE	NATURAL GAS, OIL	Y
781331	CAPITAN REEF	2059	1200	1200	LIMESTONE	OTHER : SALT	N
632903	DELAWARE	76	3183	3183	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL, OTHER : BRINE	Y
632900	BONE SPRING	-1995	5254	5260	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL	Y
632899	BONE SPRING 1ST	-3590	6849	6880	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL	Y
632898	BONE SPRING 2ND	-4207	7466	7506	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL	Y
632907	BONE SPRING 3RD	-5374	8633	8700	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M

Rating Depth: 8950

Equipment: 13-5/8" 5M/10M 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: OXY will utilize a 5M annular with a 10M BOPE stack. 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. 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. BOP Break Testing Request Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019. A separate sundry will be sent prior to spud that reflects the pad

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

based break testing plan. BOP break test under the following conditions: After a full BOP test is conducted - When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower. - When skidding to drill a production section that does not penetrate into the third Bone Spring or deeper. If the kill line is broken prior to skid, two tests will be performed. 1) Wellhead flange, co-flex hose, kill line connections and upper pipe rams 2) Wellhead flange, HCR valve, check valve, upper pipe rams If the kill line is not broken prior to skid, only one test will be performed. 1) Wellhead flange, co-flex hose, check valve, upper pipe rams

Choke Diagram Attachment:

CharlieChocolate13_14FdCom312H_ChokeManifold_20200114095432.pdf

BOP Diagram Attachment:

CharlieChocolate13_14FdCom312H_FlexHoseCert_20200114095524.pdf

CharlieChocolate13_14FdCom312H_BOP_20200114095908.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	17.5	13.375	NEW	API	N	0	700	0	700	3259	2559	700	J-55	54.5	BUTT	1.125	1.2	BUOY	1.4	BUOY	1.4
2	INTERMEDIATE	12.25	9.625	NEW	API	N	0	3233	0	3233		26	3233	HCL-80	40	BUTT	1.125	1.2	BUOY	1.4	BUOY	1.4
3	PRODUCTION	8.5	5.5	NEW	API	N	0	19332	0	8950		-5691	19332	P-110	20	OTHER - DQX/DQW/SFTORQ	1.125	1.2	BUOY	1.4	BUOY	1.4

Casing Attachments

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Casing Attachments

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

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

CharlieChocolate13_14FdCom312H_CsgCriteria_20200114100000.pdf

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

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

CharlieChocolate13_14FdCom312H_CsgCriteria_20200114100027.pdf

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

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

CharlieChocolate13_14FdCom312H_CsgCriteria_20200114100108.pdf

CharlieChocolate13_14FdCom312H_5.500in_x_20_20200114100127.00

CharlieChocolate13_14FdCom312H_5.500in_x_20_20200114100133.00

CharlieChocolate13_14FdCom312H_5.500in_x_20_20200114100138.00

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

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	700	610	1.33	14.8	812	100	Class C Cement	Accelerator

INTERMEDIATE	Lead	1200	0	1200	256	1.73	12.9	442	20	Class C	Accelerator
--------------	------	------	---	------	-----	------	------	-----	----	---------	-------------

INTERMEDIATE	Lead	1200	1200	2733	333	1.73	12.9	576	20	Class C Cement	Accelerator
INTERMEDIATE	Tail		2733	3233	141	1.33	14.8	188	20	Class C Cement	Accelerator
PRODUCTION	Lead		1150	8399	1299	2.24	11.9	2910	100	Class H Cement	Retarder, Dispersant, Salt
PRODUCTION	Tail		8399	1933 2	2087	1.38	13.2	2880	15	Cl H Cement	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 WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

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
700	3233	OTHER : Saturated Brine-Based Mud or Oil-Based Mud	8	10							
0	700	WATER-BASED MUD	8.6	8.8							
3233	1933 2	OTHER : Water-Based Mud and/or Oil-Based Mud	8	9.6							

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 casing shoe to TD.

List of open and cased hole logs run in the well:

GAMMA RAY LOG, MUD LOG/GEOLOGIC LITHOLOGY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG,

Coring operation description for the well:

No coring is planned at this time.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4468

Anticipated Surface Pressure: 2498

Anticipated Bottom Hole Temperature(F): 152

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:

CharlieChocolate13_14FdCom312H_H2S1_20200114100630.pdf

CharlieChocolate13_14FdCom312H_H2S2_20200114100636.pdf

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

CharlieChocolate13_14FdCom312H_H2SEmerCont_20200114100642.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

CharlieChocolate13_14FdCom312H_DirectPlan_20200114100655.pdf

CharlieChocolate13_14FdCom312H_DirectPlot_20200114100700.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 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 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. See attached for additional spudder rig information.

Annular Clearance Variance Request As per the agreement reached in the Oxy/BLM face-to-face 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 requests permission to adjust the CBL requirement after bradenhead cement jobs, on 7-5/8 contingency intermediate casings, as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

Four string wells:

- CBL is not required
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

Three string wells:

- CBL will be required on one well per pad
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

OXY requests the option to run the 7.625 Intermediate II as a contingency casing string to be run only if severe hole conditions dictate an additional casing string. The Intermediate II cement job will only occur if OXY elects to run a second intermediate casing string. See attached drill plan for the three string primary casing/cementing plan.

Offline Cementing Request in Drill Plan

Other proposed operations facets attachment:

CharlieChocolate13_14FdCom312H_SpudRigData_20200114100953.pdf

CharlieChocolate13_14FedCom312H_DrillPlan_10DayLetter_20200708190857.pdf

Other Variance attachment:

OXY

PRD NM DIRECTIONAL PLANS (NAD 1983)

Charlie Chocolate 13-14-15

Charlie Chocolate 13_14 Fed Com 312H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

23 October, 2019

Oxy Inc.

Planning Report

Database:	HOPSP	Local Co-ordinate Reference:	Well Charlie Chocolate 13_14 Fed Com 312H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3285.60ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3285.60ft
Site:	Charlie Chocolate 13-14-15	North Reference:	Grid
Well:	Charlie Chocolate 13_14 Fed Com 312H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

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 Charlie Chocolate 13-14-15			
Site Position:		Northing:	574,700.48 usft
From:	Map	Easting:	600,645.96 usft
Position Uncertainty:	2.00 ft	Slot Radius:	13.200 in
		Latitude:	32° 34' 47.130378 N
		Longitude:	104° 8' 26.833530 W
		Grid Convergence:	0.10 °

Well Charlie Chocolate 13_14 Fed Com 312H			
Well Position	+N/-S	-836.40 ft	Northing: 573,864.15 usft
	+E/-W	5,416.72 ft	Easting: 606,062.20 usft
Position Uncertainty		2.00 ft	Wellhead Elevation:
			Latitude: 32° 34' 38.753109 N
			Longitude: 104° 7' 23.550985 W
			Ground Level: 3,259.10 ft

Wellbore Wellbore #1					
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	HDGM_FILE	10/23/2019	7.23	60.28	47,951.10000000

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	266.06

Plan Survey Tool Program		Date 10/23/2019		
Depth From (ft)	Depth To (ft)	Survey (Wellbore)	Tool Name	Remarks
1	0.00	19,331.95 Permitting Plan (Wellbore #1)	B001Mb_MWD+HRGM OWSG MWD + HRGM	

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	0.00
4,510.00	0.00	0.00	4,510.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5,010.00	10.00	156.26	5,007.47	-39.84	17.52	2.00	2.00	0.00	156.26	
8,399.13	10.00	156.26	8,345.11	-578.56	254.45	0.00	0.00	0.00	0.00	
9,349.65	91.08	269.83	8,949.60	-679.91	-327.53	10.00	8.53	11.95	113.08	
19,331.95	91.08	269.83	8,760.60	-709.71	-10,307.99	0.00	0.00	0.00	0.00	PBHL (Charlie)

Oxy Inc.

Planning Report

Database:	HOSPSP	Local Co-ordinate Reference:	Well Charlie Chocolate 13_14 Fed Com 312H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3285.60ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3285.60ft
Site:	Charlie Chocolate 13-14-15	North Reference:	Grid
Well:	Charlie Chocolate 13_14 Fed Com 312H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

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
4,510.00	0.00	0.00	4,510.00	0.00	0.00	0.00	0.00	0.00	0.00
4,600.00	1.80	156.26	4,599.99	-1.29	0.57	-0.48	2.00	2.00	0.00
4,700.00	3.80	156.26	4,699.86	-5.77	2.54	-2.13	2.00	2.00	0.00
4,800.00	5.80	156.26	4,799.51	-13.42	5.90	-4.97	2.00	2.00	0.00
4,900.00	7.80	156.26	4,898.80	-24.26	10.67	-8.98	2.00	2.00	0.00
5,000.00	9.80	156.26	4,997.61	-38.27	16.83	-14.16	2.00	2.00	0.00
5,010.00	10.00	156.26	5,007.47	-39.84	17.52	-14.74	2.00	2.00	0.00
5,100.00	10.00	156.26	5,096.10	-54.15	23.81	-20.04	0.00	0.00	0.00

Oxy Inc.

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Charlie Chocolate 13_14 Fed Com 312H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3285.60ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3285.60ft
Site:	Charlie Chocolate 13-14-15	North Reference:	Grid
Well:	Charlie Chocolate 13_14 Fed Com 312H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

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)
5,200.00	10.00	156.26	5,194.58	-70.04	30.80	-25.92	0.00	0.00	0.00
5,300.00	10.00	156.26	5,293.06	-85.94	37.80	-31.80	0.00	0.00	0.00
5,400.00	10.00	156.26	5,391.54	-101.83	44.79	-37.69	0.00	0.00	0.00
5,500.00	10.00	156.26	5,490.02	-117.73	51.78	-43.57	0.00	0.00	0.00
5,600.00	10.00	156.26	5,588.50	-133.62	58.77	-49.45	0.00	0.00	0.00
5,700.00	10.00	156.26	5,686.98	-149.52	65.76	-55.33	0.00	0.00	0.00
5,800.00	10.00	156.26	5,785.46	-165.41	72.75	-61.22	0.00	0.00	0.00
5,900.00	10.00	156.26	5,883.94	-181.31	79.74	-67.10	0.00	0.00	0.00
6,000.00	10.00	156.26	5,982.43	-197.20	86.73	-72.98	0.00	0.00	0.00
6,100.00	10.00	156.26	6,080.91	-213.10	93.72	-78.86	0.00	0.00	0.00
6,200.00	10.00	156.26	6,179.39	-229.00	100.71	-84.75	0.00	0.00	0.00
6,300.00	10.00	156.26	6,277.87	-244.89	107.70	-90.63	0.00	0.00	0.00
6,400.00	10.00	156.26	6,376.35	-260.79	114.69	-96.51	0.00	0.00	0.00
6,500.00	10.00	156.26	6,474.83	-276.68	121.69	-102.39	0.00	0.00	0.00
6,600.00	10.00	156.26	6,573.31	-292.58	128.68	-108.28	0.00	0.00	0.00
6,700.00	10.00	156.26	6,671.79	-308.47	135.67	-114.16	0.00	0.00	0.00
6,800.00	10.00	156.26	6,770.27	-324.37	142.66	-120.04	0.00	0.00	0.00
6,900.00	10.00	156.26	6,868.75	-340.26	149.65	-125.92	0.00	0.00	0.00
7,000.00	10.00	156.26	6,967.23	-356.16	156.64	-131.81	0.00	0.00	0.00
7,100.00	10.00	156.26	7,065.71	-372.05	163.63	-137.69	0.00	0.00	0.00
7,200.00	10.00	156.26	7,164.19	-387.95	170.62	-143.57	0.00	0.00	0.00
7,300.00	10.00	156.26	7,262.68	-403.85	177.61	-149.45	0.00	0.00	0.00
7,400.00	10.00	156.26	7,361.16	-419.74	184.60	-155.34	0.00	0.00	0.00
7,500.00	10.00	156.26	7,459.64	-435.64	191.59	-161.22	0.00	0.00	0.00
7,600.00	10.00	156.26	7,558.12	-451.53	198.58	-167.10	0.00	0.00	0.00
7,700.00	10.00	156.26	7,656.60	-467.43	205.58	-172.98	0.00	0.00	0.00
7,800.00	10.00	156.26	7,755.08	-483.32	212.57	-178.87	0.00	0.00	0.00
7,900.00	10.00	156.26	7,853.56	-499.22	219.56	-184.75	0.00	0.00	0.00
8,000.00	10.00	156.26	7,952.04	-515.11	226.55	-190.63	0.00	0.00	0.00
8,100.00	10.00	156.26	8,050.52	-531.01	233.54	-196.51	0.00	0.00	0.00
8,200.00	10.00	156.26	8,149.00	-546.90	240.53	-202.40	0.00	0.00	0.00
8,300.00	10.00	156.26	8,247.48	-562.80	247.52	-208.28	0.00	0.00	0.00
8,399.13	10.00	156.26	8,345.11	-578.56	254.45	-214.11	0.00	0.00	0.00
8,400.00	9.97	156.72	8,345.96	-578.70	254.51	-214.16	10.00	-3.88	53.16
8,500.00	11.04	213.58	8,444.54	-594.66	252.63	-211.19	10.00	1.07	56.86
8,600.00	18.51	240.74	8,541.27	-610.43	233.44	-190.96	10.00	7.47	27.16
8,700.00	27.60	251.62	8,633.23	-625.53	197.52	-154.09	10.00	9.09	10.87
8,800.00	37.13	257.31	8,717.62	-639.50	145.97	-101.70	10.00	9.53	5.69
8,900.00	46.84	260.92	8,791.88	-651.91	80.34	-35.38	10.00	9.71	3.61
9,000.00	56.63	263.53	8,853.74	-662.40	2.64	42.86	10.00	9.79	2.61
9,100.00	66.46	265.61	8,901.34	-670.63	-84.77	130.63	10.00	9.83	2.08
9,200.00	76.32	267.39	8,933.22	-676.36	-179.25	225.28	10.00	9.86	1.78
9,300.00	86.18	269.03	8,948.41	-679.42	-277.91	323.92	10.00	9.87	1.64
9,349.65	91.08	269.83	8,949.60	-679.91	-327.53	373.46	10.00	9.87	1.60
9,400.00	91.08	269.83	8,948.64	-680.06	-377.87	423.69	0.00	0.00	0.00
9,500.00	91.08	269.83	8,946.75	-680.36	-477.85	523.45	0.00	0.00	0.00
9,600.00	91.08	269.83	8,944.86	-680.65	-577.83	623.22	0.00	0.00	0.00
9,700.00	91.08	269.83	8,942.96	-680.95	-677.81	722.98	0.00	0.00	0.00
9,800.00	91.08	269.83	8,941.07	-681.25	-777.79	822.75	0.00	0.00	0.00
9,900.00	91.08	269.83	8,939.18	-681.55	-877.78	922.52	0.00	0.00	0.00
10,000.00	91.08	269.83	8,937.28	-681.85	-977.76	1,022.28	0.00	0.00	0.00
10,100.00	91.08	269.83	8,935.39	-682.15	-1,077.74	1,122.05	0.00	0.00	0.00
10,200.00	91.08	269.83	8,933.50	-682.45	-1,177.72	1,221.81	0.00	0.00	0.00
10,300.00	91.08	269.83	8,931.60	-682.74	-1,277.70	1,321.58	0.00	0.00	0.00

Oxy Inc.

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Charlie Chocolate 13_14 Fed Com 312H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3285.60ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3285.60ft
Site:	Charlie Chocolate 13-14-15	North Reference:	Grid
Well:	Charlie Chocolate 13_14 Fed Com 312H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

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)
10,400.00	91.08	269.83	8,929.71	-683.04	-1,377.68	1,421.35	0.00	0.00	0.00
10,500.00	91.08	269.83	8,927.82	-683.34	-1,477.67	1,521.11	0.00	0.00	0.00
10,600.00	91.08	269.83	8,925.92	-683.64	-1,577.65	1,620.88	0.00	0.00	0.00
10,700.00	91.08	269.83	8,924.03	-683.94	-1,677.63	1,720.64	0.00	0.00	0.00
10,800.00	91.08	269.83	8,922.14	-684.24	-1,777.61	1,820.41	0.00	0.00	0.00
10,900.00	91.08	269.83	8,920.24	-684.54	-1,877.59	1,920.18	0.00	0.00	0.00
11,000.00	91.08	269.83	8,918.35	-684.83	-1,977.57	2,019.94	0.00	0.00	0.00
11,100.00	91.08	269.83	8,916.46	-685.13	-2,077.55	2,119.71	0.00	0.00	0.00
11,200.00	91.08	269.83	8,914.56	-685.43	-2,177.54	2,219.47	0.00	0.00	0.00
11,300.00	91.08	269.83	8,912.67	-685.73	-2,277.52	2,319.24	0.00	0.00	0.00
11,400.00	91.08	269.83	8,910.78	-686.03	-2,377.50	2,419.01	0.00	0.00	0.00
11,500.00	91.08	269.83	8,908.88	-686.33	-2,477.48	2,518.77	0.00	0.00	0.00
11,600.00	91.08	269.83	8,906.99	-686.63	-2,577.46	2,618.54	0.00	0.00	0.00
11,700.00	91.08	269.83	8,905.10	-686.92	-2,677.44	2,718.30	0.00	0.00	0.00
11,800.00	91.08	269.83	8,903.20	-687.22	-2,777.43	2,818.07	0.00	0.00	0.00
11,900.00	91.08	269.83	8,901.31	-687.52	-2,877.41	2,917.84	0.00	0.00	0.00
12,000.00	91.08	269.83	8,899.42	-687.82	-2,977.39	3,017.60	0.00	0.00	0.00
12,100.00	91.08	269.83	8,897.52	-688.12	-3,077.37	3,117.37	0.00	0.00	0.00
12,200.00	91.08	269.83	8,895.63	-688.42	-3,177.35	3,217.13	0.00	0.00	0.00
12,300.00	91.08	269.83	8,893.74	-688.72	-3,277.33	3,316.90	0.00	0.00	0.00
12,400.00	91.08	269.83	8,891.84	-689.01	-3,377.32	3,416.67	0.00	0.00	0.00
12,500.00	91.08	269.83	8,889.95	-689.31	-3,477.30	3,516.43	0.00	0.00	0.00
12,600.00	91.08	269.83	8,888.06	-689.61	-3,577.28	3,616.20	0.00	0.00	0.00
12,700.00	91.08	269.83	8,886.16	-689.91	-3,677.26	3,715.96	0.00	0.00	0.00
12,800.00	91.08	269.83	8,884.27	-690.21	-3,777.24	3,815.73	0.00	0.00	0.00
12,900.00	91.08	269.83	8,882.38	-690.51	-3,877.22	3,915.50	0.00	0.00	0.00
13,000.00	91.08	269.83	8,880.48	-690.81	-3,977.21	4,015.26	0.00	0.00	0.00
13,100.00	91.08	269.83	8,878.59	-691.10	-4,077.19	4,115.03	0.00	0.00	0.00
13,200.00	91.08	269.83	8,876.70	-691.40	-4,177.17	4,214.79	0.00	0.00	0.00
13,300.00	91.08	269.83	8,874.80	-691.70	-4,277.15	4,314.56	0.00	0.00	0.00
13,400.00	91.08	269.83	8,872.91	-692.00	-4,377.13	4,414.33	0.00	0.00	0.00
13,500.00	91.08	269.83	8,871.02	-692.30	-4,477.11	4,514.09	0.00	0.00	0.00
13,600.00	91.08	269.83	8,869.12	-692.60	-4,577.10	4,613.86	0.00	0.00	0.00
13,700.00	91.08	269.83	8,867.23	-692.90	-4,677.08	4,713.62	0.00	0.00	0.00
13,800.00	91.08	269.83	8,865.34	-693.19	-4,777.06	4,813.39	0.00	0.00	0.00
13,900.00	91.08	269.83	8,863.44	-693.49	-4,877.04	4,913.16	0.00	0.00	0.00
14,000.00	91.08	269.83	8,861.55	-693.79	-4,977.02	5,012.92	0.00	0.00	0.00
14,100.00	91.08	269.83	8,859.66	-694.09	-5,077.00	5,112.69	0.00	0.00	0.00
14,200.00	91.08	269.83	8,857.76	-694.39	-5,176.99	5,212.45	0.00	0.00	0.00
14,300.00	91.08	269.83	8,855.87	-694.69	-5,276.97	5,312.22	0.00	0.00	0.00
14,400.00	91.08	269.83	8,853.98	-694.99	-5,376.95	5,411.99	0.00	0.00	0.00
14,500.00	91.08	269.83	8,852.08	-695.29	-5,476.93	5,511.75	0.00	0.00	0.00
14,600.00	91.08	269.83	8,850.19	-695.58	-5,576.91	5,611.52	0.00	0.00	0.00
14,700.00	91.08	269.83	8,848.30	-695.88	-5,676.89	5,711.28	0.00	0.00	0.00
14,800.00	91.08	269.83	8,846.40	-696.18	-5,776.88	5,811.05	0.00	0.00	0.00
14,900.00	91.08	269.83	8,844.51	-696.48	-5,876.86	5,910.82	0.00	0.00	0.00
15,000.00	91.08	269.83	8,842.62	-696.78	-5,976.84	6,010.58	0.00	0.00	0.00
15,100.00	91.08	269.83	8,840.72	-697.08	-6,076.82	6,110.35	0.00	0.00	0.00
15,200.00	91.08	269.83	8,838.83	-697.38	-6,176.80	6,210.11	0.00	0.00	0.00
15,300.00	91.08	269.83	8,836.94	-697.67	-6,276.78	6,309.88	0.00	0.00	0.00
15,400.00	91.08	269.83	8,835.04	-697.97	-6,376.77	6,409.65	0.00	0.00	0.00
15,500.00	91.08	269.83	8,833.15	-698.27	-6,476.75	6,509.41	0.00	0.00	0.00
15,600.00	91.08	269.83	8,831.26	-698.57	-6,576.73	6,609.18	0.00	0.00	0.00
15,700.00	91.08	269.83	8,829.36	-698.87	-6,676.71	6,708.94	0.00	0.00	0.00

Oxy Inc.

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Charlie Chocolate 13_14 Fed Com 312H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3285.60ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3285.60ft
Site:	Charlie Chocolate 13-14-15	North Reference:	Grid
Well:	Charlie Chocolate 13_14 Fed Com 312H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

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)	
15,800.00	91.08	269.83	8,827.47	-699.17	-6,776.69	6,808.71	0.00	0.00	0.00	
15,900.00	91.08	269.83	8,825.58	-699.47	-6,876.67	6,908.48	0.00	0.00	0.00	
16,000.00	91.08	269.83	8,823.68	-699.76	-6,976.65	7,008.24	0.00	0.00	0.00	
16,100.00	91.08	269.83	8,821.79	-700.06	-7,076.64	7,108.01	0.00	0.00	0.00	
16,200.00	91.08	269.83	8,819.90	-700.36	-7,176.62	7,207.77	0.00	0.00	0.00	
16,300.00	91.08	269.83	8,818.00	-700.66	-7,276.60	7,307.54	0.00	0.00	0.00	
16,400.00	91.08	269.83	8,816.11	-700.96	-7,376.58	7,407.31	0.00	0.00	0.00	
16,500.00	91.08	269.83	8,814.22	-701.26	-7,476.56	7,507.07	0.00	0.00	0.00	
16,600.00	91.08	269.83	8,812.32	-701.56	-7,576.54	7,606.84	0.00	0.00	0.00	
16,700.00	91.08	269.83	8,810.43	-701.85	-7,676.53	7,706.60	0.00	0.00	0.00	
16,800.00	91.08	269.83	8,808.54	-702.15	-7,776.51	7,806.37	0.00	0.00	0.00	
16,900.00	91.08	269.83	8,806.64	-702.45	-7,876.49	7,906.14	0.00	0.00	0.00	
17,000.00	91.08	269.83	8,804.75	-702.75	-7,976.47	8,005.90	0.00	0.00	0.00	
17,100.00	91.08	269.83	8,802.86	-703.05	-8,076.45	8,105.67	0.00	0.00	0.00	
17,200.00	91.08	269.83	8,800.96	-703.35	-8,176.43	8,205.43	0.00	0.00	0.00	
17,300.00	91.08	269.83	8,799.07	-703.65	-8,276.42	8,305.20	0.00	0.00	0.00	
17,400.00	91.08	269.83	8,797.18	-703.94	-8,376.40	8,404.97	0.00	0.00	0.00	
17,500.00	91.08	269.83	8,795.28	-704.24	-8,476.38	8,504.73	0.00	0.00	0.00	
17,600.00	91.08	269.83	8,793.39	-704.54	-8,576.36	8,604.50	0.00	0.00	0.00	
17,700.00	91.08	269.83	8,791.50	-704.84	-8,676.34	8,704.26	0.00	0.00	0.00	
17,800.00	91.08	269.83	8,789.60	-705.14	-8,776.32	8,804.03	0.00	0.00	0.00	
17,900.00	91.08	269.83	8,787.71	-705.44	-8,876.31	8,903.80	0.00	0.00	0.00	
18,000.00	91.08	269.83	8,785.82	-705.74	-8,976.29	9,003.56	0.00	0.00	0.00	
18,100.00	91.08	269.83	8,783.92	-706.03	-9,076.27	9,103.33	0.00	0.00	0.00	
18,200.00	91.08	269.83	8,782.03	-706.33	-9,176.25	9,203.09	0.00	0.00	0.00	
18,300.00	91.08	269.83	8,780.14	-706.63	-9,276.23	9,302.86	0.00	0.00	0.00	
18,400.00	91.08	269.83	8,778.24	-706.93	-9,376.21	9,402.63	0.00	0.00	0.00	
18,500.00	91.08	269.83	8,776.35	-707.23	-9,476.20	9,502.39	0.00	0.00	0.00	
18,600.00	91.08	269.83	8,774.46	-707.53	-9,576.18	9,602.16	0.00	0.00	0.00	
18,700.00	91.08	269.83	8,772.56	-707.83	-9,676.16	9,701.92	0.00	0.00	0.00	
18,800.00	91.08	269.83	8,770.67	-708.12	-9,776.14	9,801.69	0.00	0.00	0.00	
18,900.00	91.08	269.83	8,768.78	-708.42	-9,876.12	9,901.46	0.00	0.00	0.00	
19,000.00	91.08	269.83	8,766.89	-708.72	-9,976.10	10,001.22	0.00	0.00	0.00	
19,100.00	91.08	269.83	8,764.99	-709.02	-10,076.09	10,100.99	0.00	0.00	0.00	
19,200.00	91.08	269.83	8,763.10	-709.32	-10,176.07	10,200.75	0.00	0.00	0.00	
19,300.00	91.08	269.83	8,761.21	-709.62	-10,276.05	10,300.52	0.00	0.00	0.00	
19,331.95	91.08	269.83	8,760.60	-709.71	-10,307.99	10,332.39	0.00	0.00	0.00	

Design Targets										
Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
PBHL (Charlie - hit/miss target - Shape - Point	0.00	0.00	8,760.60	-709.71	-10,307.99	573,154.50	595,755.12	32° 34' 31.916159 N	104° 9' 24.024880	
FTP (Charlie - plan misses target center by 217.66ft at 8900.00ft MD (8791.88 TVD, -651.91 N, 80.34 E) - Point	0.00	0.00	8,949.60	-679.10	227.85	573,185.11	606,290.03	32° 34' 32.029247 N	104° 7' 20.904036	

Oxy Inc.

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Charlie Chocolate 13_14 Fed Com 312H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3285.60ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3285.60ft
Site:	Charlie Chocolate 13-14-15	North Reference:	Grid
Well:	Charlie Chocolate 13_14 Fed Com 312H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Plan Annotations					
Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates		+E/-W (ft)	Comment
		+N/-S (ft)			
4,510.00	4,510.00	0.00		0.00	Build 2°/100'
5,010.00	5,007.47	-39.84		17.52	Hold 10° Tangent
8,399.13	8,345.11	-578.56		254.45	KOP, Build & Turn 10°/100'
9,349.65	8,949.60	-679.91		-327.53	Landing Point
19,331.95	8,760.60	-709.71		-10,307.99	TD at 19331.95' MD

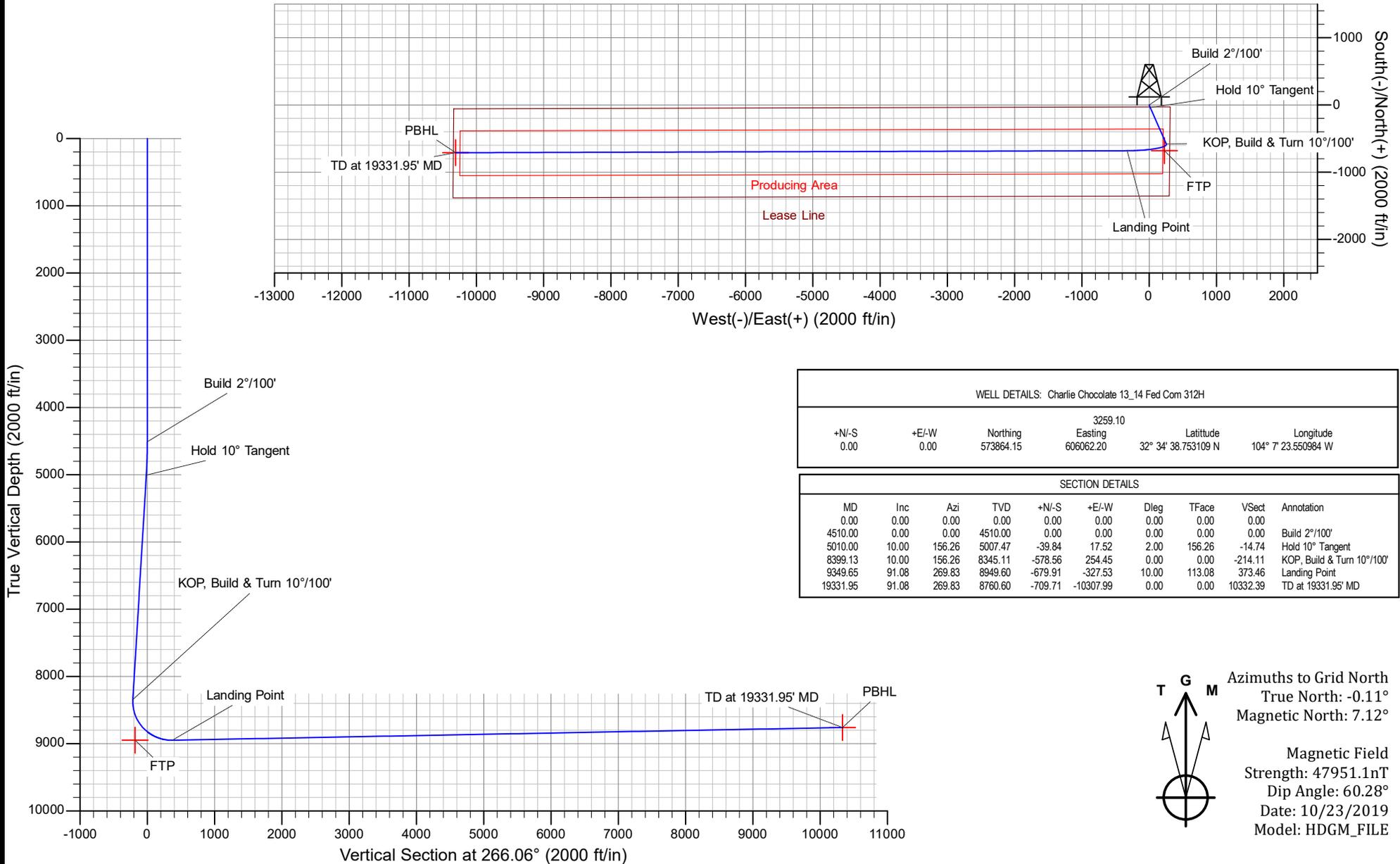


Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
 Site: Charlie Chocolate 13-14-15
 Well: Charlie Chocolate 13_14 Fed Com 312H
 Wellbore: Wellbore #1
 Design: Permitting Plan

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: Charlie Chocolate 13_14 Fed Com 312H									
+N/-S	+E/-W	Northing	Easting	Latitude	Longitude				
0.00	0.00	573864.15	606062.20	32° 34' 38.753109 N	104° 7' 23.550984 W				
SECTION DETAILS									
MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Annotation
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
4510.00	0.00	0.00	4510.00	0.00	0.00	0.00	0.00	0.00	Build 2°/100'
5010.00	10.00	156.26	5007.47	-39.84	17.52	2.00	156.26	-14.74	Hold 10° Tangent
8399.13	10.00	156.26	8345.11	-578.56	254.45	0.00	0.00	-214.11	KOP, Build & Turn 10°/100'
9349.65	91.08	269.83	8949.60	-679.91	-327.53	10.00	113.08	373.46	Landing Point
19331.95	91.08	269.83	8760.60	-709.71	-10307.99	0.00	0.00	10332.39	TD at 19331.95' MD



Azimuths to Grid North
 True North: -0.11°
 Magnetic North: 7.12°
 Magnetic Field
 Strength: 47951.1nT
 Dip Angle: 60.28°
 Date: 10/23/2019
 Model: HDGM_FILE

Oxy USA Inc. - Charlie Chocolate 13_14 Fed Com 312H

Drill Plan

1. Geologic Formations

TVD of Target (ft):	8950	Pilot Hole Depth (ft):	
Total Measured Depth (ft):	19332	Deepest Expected Fresh Water (ft):	397

Delaware Basin

Formation	MD-RKB (ft)	TVD-RKB (ft)	Expected Fluids
Rustler	397	397	
Tansil	600	600	Salt
Capitan Reef	1200	1200	Salt
Delaware	3183	3183	Oil/Gas/Brine
Bone Spring	5260	5254	Oil/Gas/Brine
1st Bone Spring	6880	6849	Oil/Gas/Brine
2nd Bone Spring	7506	7466	Losses
3rd Bone Spring	8700	8633	Oil/Gas
Wolfcamp			Oil/Gas

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

2. Casing Program

Section	Hole Size (in)	MD		TVD		Csg. OD (in)	Csg. Wt. (ppf)	Grade	Conn.
		From (ft)	To (ft)	From (ft)	To (ft)				
Conductor	26	0	467	0	467	20	78.6	J-55	Welded
Surface	17.5	0	700	0	700	13.375	54.5	J-55	BTC
Intermediate	12.25	0	3233	0	3233	9.625	40	L-80 HC	BTC
Production	8.5	0	19332	0	8950	5.5	20	P-110	DQX

<i>All casing SF Values will meet or exceed those listed below</i>			
SF Collapse	SF Burst	Body SF Tension	Joint SF Tension
1.125	1.2	1.4	1.4

As per the agreement reached by Oxy/BLM on July 23, 2019, Oxy requests permission to deepen conductor to meet the 4 string casing design requirement of this area. Conductor and Surface casing will be set as follows:

1. Conductor casing will be set 70ft into Rustler formation where present.
2. Surface casing will be set 100ft into Tansil formation to isolate the Capitan Reef groundwater from salt bearing formations above.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

*Oxy requests the option to run the 7.625" Intermediate II as a contingency string to be run only if severe hole conditions dictate an additional casing string necessary.

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

Annular Clearance Variance Request

As per the agreement reached in the Oxy/BLM face-to-face 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.

	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?	Y
If yes, does production casing cement tie back a minimum of 50' above the Reef?	Y
Is well within the designated 4 string boundary.	Y
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?	Y
If yes, are there two strings cemented to surface?	Y
(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

Conductor	1	Conductor/Surface - Tail	OH x Csg	1.5054	20%	467	-	634	844	Circulate
Surface	1	Conductor/Surface - Tail	OH x Csg	0.6946	100%	700	467	243	324	Circulate
Surface	1	Conductor/Surface - Tail	Csg x Csg	1.0454	0%	467	-	367	488	Circulate
Int.	1	Intermediate - Tail	OH x Csg	0.3132	20%	3,233	2,733	141	188	Circulate
Int.	1	Intermediate - Lead	OH x Csg	0.3132	20%	2,733	1,200	333	576	Circulate
Int.	2	Intermediate - Lead	OH x Csg	0.3132	20%	1,200	700	109	188	Circulate
Int.	2	Intermediate - Lead	Csg x Csg	0.3627	0%	700	-	147	254	Circulate
Prod.	1	Production - Tail	OH x Csg	0.2291	15%	19,332	8,399	2087	2880	Circulate
Prod.	1	Production - Lead	OH x Csg	0.2291	100%	8,399	3,233	1057	2367	Circulate
Prod.	1	Production - Lead	Csg x Csg	0.2608	0%	3,233	1,150	242	543	Circulate

Description	Density (lb/gal)	Yield (ft3/sk)	Water (gal/sk)	500psi Time (hh:mm)	Cmt. Class	Additives			
						Accelerator	Retarder	Dispersant	Salt
Conductor/Surface - Tail	14.8	1.33	6.365	5:26	C	x			
Intermediate - Lead	12.9	1.73	8.784	15:26	Pozz		x		
Intermediate - Tail	14.8	1.33	6.368	7:11	C	x			
Production - Lead	11.9	2.24	12.327	14:46	H		x	x	x
Production - Tail	13.2	1.38	6.686	3:39	H		x	x	x

Offline Cementing

Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

The summarized operational sequence will be as follows:

Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).

Land casing.

Fill pipe with kill weight fluid, and confirm well is static.

If well Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

The summarized operational sequence will be as follows:

1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).
2. Land casing.
3. Fill pipe with kill weight fluid, and confirm well is static.
 - a. If well is not static notify BLM and kill well.
 - b. Once well is static notify BLM with intent to proceed with nipple down and offline cementing.
4. Set and pressure test annular packoff.
5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange. If any barrier fails to test, the BOP stack will not be nipped down until after the cement job is completed.
6. Skid rig to next well on pad.
7. Confirm well is static before removing cap flange.
8. If well is not static notify BLM and kill well prior to cementing or nipping up for further remediation.
9. Install offline cement tool.
10. Rig up cement equipment.
 - a. Notify BLM prior to cement job.
11. Perform cement job.
12. Confirm well is static and floats are holding after cement job.
13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.

4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:	Deepest TVD Depth (ft) per Section:
17.5" Hole	13-5/8"		Diverter - 500 psi Rotating Head	✓	N/A	700
			Annular			
			Blind Ram			
			Pipe Ram			
			Double Ram			
Other*						
12.25" Hole	13-5/8"	3M	Annular	✓	70% of working pressure	3233
		3M	Blind Ram	✓	250 psi / 3000 psi	
			Pipe Ram			
			Double Ram	✓		
			Other*			
8.5" Hole	13-5/8"	3M	Annular	✓	70% of working pressure	8950
		3M	Blind Ram	✓	250 psi / 3000 psi	
			Pipe Ram			
			Double Ram	✓		
			Other*			

*Specify if additional ram is utilized

Oxy requests a variance from Onshore Order No. 2 to drill the 17.5" surface hole with a diverter system in place of the required BOP system outlined in Section III.A.2.a.

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.

	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

Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019. A separate sundry will be sent prior to spud that reflects the pad based break testing plan.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.
- When skidding to drill a production section that does not penetrate into the third Bone Spring or deeper.

If the kill line is broken prior to skid, two tests will be performed.

- 1) Wellhead flange, co-flex hose, kill line connections and upper pipe rams
- 2) Wellhead flange, HCR valve, check valve, upper pipe rams

If the kill line is not broken prior to skid, only one test will be performed.

- 1) Wellhead flange, co-flex hose, check valve, upper pipe rams

5. Mud Program

Section	Depth - MD		Depth - TVD		Type	Weight (ppg)	Viscosity	Water Loss
	From (ft)	To (ft)	From (ft)	To (ft)				
Conductor	0	467	0	467	Water-Based Mud	8.6-8.8	40-60	N/C
Surface	467	700	467	700	Water-Based Mud	8.6-8.8	35-45	N/C
Intermediate	700	3233	700	3233	Saturated Brine-Based or Oil-Based Mud	8.0-10.0	35-45	N/C
Production	3233	19332	3233	8950	Water-Based or Oil-Based Mud	8.0-9.6	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	Bone Spring – TD
No	PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	4468 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	152°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	H2S is present
Y	H2S Plan attached

8. Other facets of operation

	Yes/No
Will the well be drilled with a walking/skidding operation? If yes, describe. We plan to drill the 4 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. 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: 1876 bbls

Attachments

- Directional Plan
- H2S Contingency Plan
- Flex III Attachments
- Spudder Rig Attachment
- Premium Connection Specs

9. Company Personnel

Name	Title	Office Phone	Mobile Phone
Garrett Granier	Drilling Engineer	713-513-6633	832-265-0581
William Turner	Drilling Engineer Supervisor	713-350-4951	661-817-4586
Simon Benavides	Drilling Superintendent	713-522-8652	281-684-6897
Diego Tellez	Drilling Manager	713-350-4602	713-303-4932

APD ID: 10400053131

Submission Date: 01/14/2020

Highlighted data reflects the most recent changes

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM Well Number: 312H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

CharlieChocolate13_14FdCom312H_ExistRoads_20200114103057.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

CharlieChocolate13_14FdCom312H_NewRoads_20200114104150.pdf

New road type: LOCAL

Length: 953.2 Feet Width (ft.): 30

Max slope (%): 0 Max grade (%): 0

Army Corp of Engineers (ACOE) permit required? N

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Watershed Diversion every 200' if needed.

New road access plan or profile prepared? Y

New road access plan attachment:

CharlieChocolate13_14FdCom312H_NewRoads_20200114104302.pdf

Access road engineering design? N

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Access road engineering design attachment:

Turnout? N

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 0

Offsite topsoil source description:

Onsite topsoil removal process: If available

Access other construction information: None

Access miscellaneous information: New access roads will be built constructed off an existing road. The access road will run 624 west through pasture to the southeast corner of the pad. The access road to the Big Charlie CTB and flare pad will follow the surveyed route. Survey a strip of land 30 wide and 256 (0.048mi) in length crossing USA land in section 13, T20S, R28E, NMPM, Eddy County, NM, and being 15 left and 15 right of the centerline survey. The access road to the Big Charlie Central Gas Lift pad will follow the surveyed route. Survey a strip of land 30 wide and 73.2 (0.014 mi) in length crossing USA land in section 24, T20S, R28E, NMPM, Eddy County, NM, and being 15 left and 15 right of centerline survey.

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: CULVERT

Drainage Control comments: Watershed Diversion every 200' if needed.

Road Drainage Control Structures (DCS) description: Watershed Diversion every 200' if needed.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

CharlieChocolate13_14FdCom312H_ExistWells_20200114104345.pdf

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: a. In the event the well is found productive, the Big Charlie 13 Central Tank Battery would be utilized and the necessary production equipment will be installed at the well site. See proposed facilities layout diagram. b. All flow lines will adhere to API standards. They will consist of (3) surface 4 composite flowlines per well operating 75% MAWP, lines to follow surveyed route. Survey of a strip of land 30 wide and 29,280.3(5.545mi) in length crossing USA Land in Sections 12 & 13, T20S R28E, and Section 18, T20S R29E, NMPM, Eddy County, NM, and being 15 left and 15 right of the centerline survey, see attached. A multi-use pipeline corridor connecting the Big Charlie 24 Central Gas Lift pad will

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

include (2) buried 8 steel gas lines operating 1500psig and (2) 20 steel gas lines operating at 75% MAWP to sales Tie-In point; these will follow surveyed route. Survey of a strip of land 50 wide and 9486.3 (1.797mi) in length crossing USA land in Sections 12, 13 & 24, T20S, R28E, NMPM, Eddy County, NM and being 25 left and 25 right of the centerline survey. Another multi-use pipeline corridor connecting the Enterprise and Mateo tie-in points will contain (2) 20 steel gas lines operating at 75% MAWP, lines to follow surveyed route. Survey a strip of land 50 wide and 7624.0 (1.444mi) in length crossing USA land in sections 23 & 24, T20S, R28E, Eddy County, NM and being 25 left and 25 right of centerline survey. Survey for a strip of land 50 wide and 474.2 (0.89miles) in length crossing USA land in Section 24, T20S, R28E, NMPM, Eddy County, NM, and being 25 left and 25 right of centerline survey. (2) 12 buried steel oil lines operating 75% MAWP will run from the Big Charlie CTB to third party tie-in points, lines to follow surveyed route. Survey of a strip of land 30 wide and 955.4 (0.181mi) in length crossing USA land in Section 13, T20S, R28E, NMPM, Eddy County, NM, and being 15 left and 15 right of centerline survey. c. Gas Lift lines to the well pads will consist of (2) 8 steel gas lines operating at 1500psig and (2) 8 steel HP gas line operating 4000psig, lines to follow surveyed route. Survey a strip of land 30 wide and 15,117.3 (2.863miles) in length crossing USA land in Section 12, 13 & 14, T20S, R28E, NMPM, Eddy County, NM, and being 15 left and 15 right of centerline survey. d. Electric line (overhead) will follow a route approved by the BLM. Survey of a strip of land 30 wide and 21,289.5 (4.032mi) in length crossing USA land in Sections 12, 13 & 24, T20S, R28E, NMPM, Eddy County, NM and being 15 left and 15 right of the centerline survey. e. The Big Charlie 13 Central Tank Battery and flare pad diagram is attached. See attachments for additional information on the Big Charlie 13 CGL pad.

Production Facilities map:

CharlieChocolate13_14FdCom312H_LeaseFacilityInfo_20200114104412.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: GW WELL

Water source use type: SURFACE CASING
INTERMEDIATE/PRODUCTION CASING
OTHER **Describe use type:** Drilling

Source latitude: **Source longitude:**

Source datum:

Water source permit type: WATER WELL

Water source transport method: PIPELINE
TRUCKING

Source land ownership: COMMERCIAL

Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 2000

Source volume (acre-feet): 0.25778618

Source volume (gal): 84000

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Water source and transportation map:

CharlieChocolate13_14FdCom312H_GRRWtrSrc_20200114104615.pdf

CharlieChocolate13_14FdCom312H_MesqWtrSrc_20200114104628.pdf

Water source comments: This well will be drilled using a combination of water mud systems. It will be obtained from commercial water stations (Gregory Rockhouse, Mesquite) in the area and will be hauled to location by transport truck using existing and proposed roads.

New water well? N

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: Primary - All caliche utilized for the drilling pad and proposed access road will be obtained from an existing BLM/State/Fee approved pit or from prevailing deposits found on the location. Will use BLM recommended extra caliche from other locations close by for roads, if available. Secondary - The secondary way of obtaining caliche to build locations and roads will be by "turning over" the location. This means, caliche will be obtained from the actual well site. A caliche permit will be obtained from BLM prior to pushing up any caliche. 2400 cubic yards is max amount of caliche needed for pad and roads. Amount will vary for each pad. The procedure below has been approved by BLM personnel: a. The top 6" of topsoil is pushed off and stockpiled along the side of the location. b. An approximate 120' X 120' area is used within the proposed well site to remove caliche. c. Subsoil is removed and piled alongside the 120' X 120' within the pad site. d. When caliche is found, material will be stockpiled within the pad site to build the location and road. e. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road. f. Once the well is drilled the stockpiled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced. Neither caliche nor subsoil will be stockpiled outside of the well pad. Topsoil will be stockpiled along the edge of the pad. Caliche will be provided from a pit located at section 32, T28S, R29E. Water will be provided from Mesquite.

Construction Materials source location attachment:

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Water-Based Cuttings, Water-Based Mud, Oil-Based Cuttings, Oil-Based Mud, Produced Water

Amount of waste: 1876 barrels

Waste disposal frequency : Daily

Safe containment description: Haul-Off Bins

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** COMMERCIAL

Disposal type description:

Disposal location description: An approved facility that can process drill cuttings, drill fluids, flowback water, produced water, contaminated soils, and other non-hazardous wastes.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit? NO

Reserve pit length (ft.) **Reserve pit width (ft.)**

Reserve pit depth (ft.) **Reserve pit volume (cu. yd.)**

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? Y

Description of cuttings location 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.

Cuttings area length (ft.) **Cuttings area width (ft.)**

Cuttings area depth (ft.) **Cuttings area volume (cu. yd.)**

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: N

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

CharlieChocolate13_14FdCom312H_WellSiteCLSTR_10DayLtr_20200708191010.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: BIG FISH 12-10 FEDERAL COM

Multiple Well Pad Number: 311H, 31H, 312H

Recontouring attachment:

Drainage/Erosion control construction: Reclamation to be wind rowed as needed to control erosion

Drainage/Erosion control reclamation: Reclamation to be wind rowed as needed to control erosion

Well pad proposed disturbance (acres): 3.64	Well pad interim reclamation (acres): 1.26	Well pad long term disturbance (acres): 2.38
Road proposed disturbance (acres): 0.66	Road interim reclamation (acres): 0.35	Road long term disturbance (acres): 0.31
Powerline proposed disturbance (acres): 14.66	Powerline interim reclamation (acres): 14.66	Powerline long term disturbance (acres): 0
Pipeline proposed disturbance (acres): 51.42	Pipeline interim reclamation (acres): 36.97	Pipeline long term disturbance (acres): 14.45
Other proposed disturbance (acres): 0	Other interim reclamation (acres): 0	Other long term disturbance (acres): 0
Total proposed disturbance: 70.38	Total interim reclamation: 53.239999999999995	Total long term disturbance: 17.14

Disturbance Comments: See Below

Reconstruction method: If the well is deemed commercially productive, caliche from the areas of the pad site not required for operations will be reclaimed. The original topsoil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation. After concluding the drilling and/or completion operations, if the well is found non-commercial, the caliche will be removed from the pad and transported to the original caliche pit or used for other drilling locations. The road will be reclaimed as directed by the BLM. The original topsoil will again be returned to the pad and contoured, as close as possible, to the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation.

Topsoil redistribution: The original topsoil will be returned to the area of the drill pad not necessary to operate the well.

Soil treatment: To be determined by the BLM.

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Existing Vegetation at the well pad: To be determined by the BLM at Onsite.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: To be determined by the BLM at Onsite.

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: To be determined by the BLM at Onsite.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: To be determined by the BLM at Onsite.

Existing Vegetation Community at other disturbances attachment:

Non native seed used? N

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? N

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? N

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed Summary

Total pounds/Acre:

Seed Type	Pounds/Acre
-----------	-------------

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: JIM

Last Name: WILSON

Phone: (575)631-2442

Email: JIM_WILSON@OXY.COM

Seedbed prep:

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Seed BMP:

Seed method:

Existing invasive species? N

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: To be determined by the BLM.

Weed treatment plan attachment:

Monitoring plan description: To be determined by the BLM.

Monitoring plan attachment:

Success standards: To be determined by the BLM.

Pit closure description: NA

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Disturbance type: PIPELINE

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Disturbance type: OTHER

Describe: Electric Line

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? Y

Use APD as ROW? Y

ROW Type(s): 281001 ROW - ROADS,285003 ROW – POWER TRANS,288100 ROW – O&G Pipeline,288101 ROW – O&G Facility Sites,289001 ROW- O&G Well Pad

ROW Applications

SUPO Additional Information: Permian Basin MOA - To be submitted after APD acceptance. GIS shapefiles available for BLM download from shared FTP site after APD submittal.

Use a previously conducted onsite? N

Previous Onsite information:

Other SUPO Attachment

CharlieChocolate13_14FdCom312H_AM_20200114105142.pdf

CharlieChocolate13_14FdCom312H_GasCapPlan_20200114105149.pdf

CharlieChocolate13_14FdCom312H_LVM_20200114105157.pdf

CharlieChocolate13_14FdCom312H_Loc_20200114105203.pdf

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

CharlieChocolate13_14FdCom312H_SUPO_20200114105210.pdf

CharlieChocolate13_14FdCom312H_StakeForm_20200114105217.pdf

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Submit Original
to Appropriate
District Office

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

GAS CAPTURE PLAN

Date: 01/10/2020

Original

Operator & OGRID No.: OXY USA INC. - 16696

Amended - Reason for Amendment: _____

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
CHARLIE CHOCOLATE 13-14 FED COM 21H	Pending	A-13-T20S-R28E	1300FNL 300FEL	1,600	0	
CHARLIE CHOCOLATE 13-14 FED COM 23H	Pending	P-13-T20S-R28E	1080FSL 215FEL	1,600	0	
CHARLIE CHOCOLATE 13-14 FED COM 24H	Pending	P-13-T20S-R28E	1080FSL 180FEL	1,600	0	
CHARLIE CHOCOLATE 13-14 FED COM 312H	Pending	A-13-T20S-R28E	1300FNL 335FEL	3,100	0	
CHARLIE CHOCOLATE 13-14 FED COM 313H	Pending	I-13-T20S-R28E	1650FSL 930FEL	3,100	0	
CHARLIE CHOCOLATE 13-14 FED COM 314H	Pending	I-13-T20S-R28E	1580FSL 930FEL	3,100	0	
CHARLIE CHOCOLATE 13-14 FED COM 31H	Pending	A-13-T20S-R28E	460FNL 300FEL	3,100	0	
CHARLIE CHOCOLATE 13-14 FED COM 32H	Pending	I-13-T20S-R28E	1680FSL 930FEL	3,100	0	
CHARLIE CHOCOLATE 13-14 FED COM 33H	Pending	I-13-T20S-R28E	1615FSL 930FEL	3,100	0	
CHARLIE CHOCOLATE 13-14 FED COM 311H	Pending	A-13-T20S-R28E	1300FNL 370FEL	3,100	0	

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from production facility is dedicated to Enterprise Field Services, LLC (“Enterprise”) and is connected to Enterprise low/high pressure gathering system located in Eddy County, New Mexico. OXY USA INC. (“OXY”) provides (periodically) to Enterprise a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, OXY and Enterprise have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise’s Processing Plant located in Sec. 36, Twn. 24S, Rng. 30E, Eddy County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the

production facilities, unless there are operational issues on Enterprise system at that time. Based on current information, it is OXY's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation – On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas – On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal – On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

APD ID: 10400053131

Submission Date: 01/14/2020

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

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? N

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 WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

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? N

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 WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

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? N

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? N

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? N

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:



APD ID: 10400053131

Submission Date: 01/14/2020

Highlighted data
reflects the most
recent changes

Operator Name: OXY USA WTP LP

Well Name: CHARLIE CHOCOLATE 13-14 FEDERAL COM **Well Number:** 312H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

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: