Office District I – (575) 393-6161	State of New Mexico	Form C-103
	Energy, Minerals and Natural Resources	Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240		WELL API NO.
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION	30-015-44507
District III - (505) 334-6178	1220 South St. Francis Dr.	5. Indicate Type of Lease STATE FEE
1000 Rio Brazos Rd., Aztec, NM 87410 District IV - (505) 476-3460	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM		
87505		V033611
	FICES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name
DIFFERENT RESERVOIR. USE "APPL	OSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A JCATION FOR PERMIT" (FORM C-101) FOR SUCH	Cornel Fly 02-01 state
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well 🔲 Other	8. Well Number 23H
2. Name of Operator		9. OGRID Number
OXY USA	A Inc.	16696
3. Address of Operator		10. Pool name or Wildcat
	50250 Midland, TX 79710	Pierce Chossing Bone Spring East
4. Well Location		The second back of the second
· · · · · · · · · · · · · · · · · · ·	: 1300 feet from the North line and	1 120 feet from the west line
Section 2	Township 255 Range 29E	
	10 Iownship 3 Kange 2 E	
	11. Elevation (Snow whether DR, RKB, R1, GR スペイム	, elc.)
12. Check	Appropriate Box to Indicate Nature of Not	tice, Report or Other Data
NOTICE OF I	NTENTION TO: S	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK] PLUG AND ABANDON 🔲 🛛 🛛 REMEDIAL V	WORK 🛛 ALTERING CASING 🗌
TEMPORARILY ABANDON] CHANGE PLANS 🔲 COMMENCE	E DRILLING OPNS. P AND A
PULL OR ALTER CASING] MULTIPLE COMPL 🔲 CASING/CE	MENT JOB
DOWNHOLE COMMINGLE]	
CLOSED-LOOP SYSTEM ,		
OTHER: Amend On: 1	line Plan I OTHER:	
13. Describe proposed or com	pleted operations. (Clearly state all pertinent detail	ls, and give pertinent dates, including estimated dat
of starting any proposed y	vork). SEE RULE 19.15.7.14 NMAC. For Multipl	e Completions: Attach wellbore diagram of
or starting any proposed v		
proposed completion or re	completion.	
	ecompletion.	
proposed completion or re		
proposed completion or re	ecompletion. ests to amend the APD for the Corral Fly 02-01	State #23H – API No. 30-015-44509.
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proposed completion or re DXY USA Inc. respectfully reque		
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Conditions	of	Annro	val	/if	ant
Conditions	012	пррю	vai	(III	any

OXY respectfully requests approval for the following changes from the approved permit:

1. Casing Program: The casing program will be changed from a 9-5/8" intermediate string to a 7-5/8" intermediate string. Hole sizes will reduce for both intermediate and production holes from 12-1/4" and 8-1/2" to 9-7/8" and 6-3/4". From landing point to surface the 5-1/2" production casing will change from 20# DQX to 23# JFEBEAR.

a. Intermediate Hole

				in	termedi	ate Sectio	n Summary	,			
String		Hole Size	Casing	##*******	**		From	(ft)	To (ft)Depth CriteriaICP'As per COA will pla tool at 3168ft +/- 4		h Criteria
Intermediat	2	9-7/8"	7-5/8" 29	9.7ppf HCL	-80 BTC		Wellhe	ead			r COA will place DV t 3168ft +/- 40ft
	+			Inte	rmediat	e Casing (Characterist	ics			······································
OD (in)	Weigh (ppf)	Grade	Conn	ID (in)	Cpl OD (in)	Drift (in)	Burst (psi)	Collapse (psi)	Tension (klbs) MUT Geor Geor 683 body Approach		MUT (ft-lbs)
7.625	29.7	HCL-80	втс	6.875	8.5	6.75	6880	5780			Geometric Approach (See BTC Make-Up Procedure)

b. Production Hole

					F	roductio	n Section	Summary									
String		Hole	e Size	Casing				From ((ft)	1	To (ft) Depth		Criteria				
Production Casing		6-3/4"		5-1/2" 23	3ppf P-110	9,265ft N	Surface		face At least 100ft into previous casing sh								
Production (Casing		6-3/4"	5-1/2" 20)ppf P-110	DQX		18,988ft I	8ft MD 9,265		18,988ft MD 9,2		9,265ft MD		65ft MD		Floatation Sub will 265+/- crossover jt
					Pro	oduction	Casing Ch	aracteristics	;			•					
OD (in)	Weig (pp		Grade	Conn	ID (in)	Cpl OD (in)	Drift (in)	Burst (psi)		- Tension		apse psi) Tensior		n (klbs)	MUT (ft-lbs)		
5.5	23	}	P-110	JFEBEAR	4.670	6.135	4.545	16,510	16,	16,980		16,980		29	Min: 19,513 Opt: 21,684		
													Max: 23,855 Min: 11,600				
5.5	20)	P-110	DQX	4.778	6.05	4.653	12,640	11	,110	64	11	Opt: 12,900 Max: 14,100				

2. Casing Clearance:

and the

OXY would like to request a variance for annular clearance around production tubular couplings. The clearances for the production string are as follows:

Description	ID	Coupl. OD	Clearance
JFE Bear Coupling in 7-5/8" csg	6.969	6.135	0.417
JFE Bear Coupling in OH	6.75	6.135	0.3075
DQX Coupling in 6.75	6.75	6.05	0.35

3. Cementing Program:

a. Simplification of the 2nd stage from a 12.9ppg lead and 14.8ppg tail to a single 13.6ppg slurry. The proposed reduction still maintains the same percent excess on the open hole as in the initial permit.

Description	Slurry Type	Weight (ppg)	Yield	Water Req	500psi Comp. Strength (Time)	OH Excess	Planned Volume (Bbls)	Planned sx	Top of Cement (MD)
	Spacer	9.7					80		
1st Stage	Lead	10.2	3.05	15.63	12:23	50%	~250	460	(100ft above DV tool)
	Tail	13.2	1.65	8.45	8:12	20%	~50	170	(1000ft above ICP)
	Disp.	DEWBM					~380		
	Spacer	8.3					20		
2 nd Stage	Tail	13.6	1.65	8.656	7:32	75%	~225	765	Surface
	Disp.	DEWBM					~145		

b. Production hole slurry volumes will also decrease from the reduction in hole size.

Description	Slurry Type	Weight (ppg)	Yield	Water Req	500psi Comp. Strength (Time)	OH Excess	Planned Volume (Bbls)	Planned sx	Top of Cement (MD)
Production	Primary	13.2	1.63	1.631	15:15	15%	190	660	500ft inside of casing shoe