# BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING JULY 6, 2023

**CASE No. 23633** 

LOST TANK CLGC

## EDDY AND LEA COUNTY, NEW MEXICO



#### STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF OXY USA INC. FOR A CLOSED LOOP GAS CAPTURE INJECTION PILOT PROJECT, LEA AND EDDY COUNTIES, NEW MEXICO.

**CASE NO. 23633** 

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#### STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF OXY USA INC. FOR A CLOSED LOOP GAS CAPTURE INJECTION PILOT PROJECT, EDDY AND LEA COUNTIES, NEW MEXICO.

**CASE NO. 23633** 

#### **APPLICATION**

OXY USA Inc. ("OXY" or "Applicant") (OGRID No. 16696) through its undersigned attorneys, hereby files this application with the Oil Conservation Division for an order authorizing OXY to engage in a closed loop gas capture injection pilot project in the Bone Spring formation ("Pilot Project"). In support of this application, OXY states:

#### **PROJECT OVERVIEW**

1. OXY proposes to create a 1,958.92-acre, more or less, project area for this Pilot Project consisting of the following acreage identified below in Eddy and Lea Counties, New Mexico (the "Project Area"). See Exhibit A at 5.

#### **Township 22 South, Range 31 East**

Section 13: W/2 W/2 Section 12: W/2 W/2

#### **Township 22 South, Range 32 East**

Section 8: All Section 17: All

Section 19: W/2 W/2 Section 30: W/2 W/2

2. The proposed Project Area is part of a larger area OXY refers to as the Lost Tank area.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 1
Submitted by: OXY USA INC.
Hearing Date: July 6, 2023

Case No. 23633

- 3. OXY seeks authority for this Pilot Project to avoid the temporary flaring of gas or the shut-in of producing wells during pipeline capacity constraints, mechanical difficulties, plant shutdowns, or other events impacting the ability to deliver gas into a pipeline.
- 4. Within the proposed Project Area, OXY seeks authority to utilize the following producing wells to occasionally inject produced gas into the Bone Spring formation:
  - Lost Tank 30-19 Federal Com 1H (API No. 30-025-46474) with a surface location 128 feet FNL and 1235 feet FWL (Lot 1) in Section 19, Township 22 South, Range 32 East, and a bottom hole location 29 feet FSL and 971 feet FWL (Lot 4) in Section 30, Township 22 South, Range 32 East, NMPM, all in Lea County, New Mexico.
  - Top Spot 12-13 Federal Com 11H well (API No. 30-015-48595) with a surface location 655 feet FSL and 2022 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 51 feet FNL and 448 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New Mexico.
  - Top Spot 12-13 Federal Com 1H well (API No. 30-015-48594) with a surface location 655 feet FSL and 2087 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 51 feet FNL and 764 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New Mexico.
  - Top Spot 12-13 Federal Com 21H well (API No. 30-015-47771) with a surface location 655 feet FSL and 2052 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 49 feet FNL

- and 449 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New Mexico.
- **Dr Pi Federal Unit 17 8 DA 21H well** (API No. 30-025-48282) with a surface location 530 feet FSL and 1075 feet FWL (Unit M) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 52 feet FNL and 453 feet FWL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.
- **Dr Pi Federal Unit 17 8 DA 23H well** (API No. 30-025-48947) with a surface location 530 feet FSL and 1145 feet FWL (Unit M) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 37 feet FNL and 2193 feet FWL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.
- **Dr Pi Federal Unit 17 8 DA 25H well** (API No. 30-025-48949) with a surface location 455 feet FSL and 1565 feet FEL (Unit O) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 40 feet FNL and 1282 feet FEL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.
- **Dr Pi Federal Unit 17 8 DA 26H well** (API No. 30-025-48950) with a surface location 455 feet FSL and 1530 feet FEL (Unit O) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 61 feet FNL and 322 feet FEL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico. *See* **Exhibit A** at 7-14.

- 5. The proposed average injection rate for each well is 3 MMSCFD with a maximum injection rate of 4 MMSCFD during injection. *See* Exhibit A at 31.
- 6. The maximum achievable surface pressure (MASP) for the wells in the Pilot Project is proposed to be 1,300 psi. *See* Exhibit A at 31. The current average surface pressures under normal operations for the proposed injection wells range from approximately 185 psi to 850 psi. *Id.*
- 7. Injection along the horizontal portion of the wellbores will be within the Bone Spring formation, Pierce Crossing; Bone Spring East Pool (Pool Code 96473), at the following approximate true vertical depths:
  - Lost Tank 30-19 Federal Com 1H between 9,829 feet and 9,875 feet;
  - Top Spot 12-13 Federal Com 11H well between 9,005 feet and 9,037 feet
  - Top Spot 12-13 Federal Com 1H well between 9,853 feet and 9,822 feet
  - Top Spot 12-13 Federal Com 21H well between 10,319 feet and 10,383 feet
  - Dr Pi Federal Unit 17 8 DA 21H well between 10,636 feet and 10,641 feet
  - Dr Pi Federal Unit 17 8 DA 23H well between 10,585 feet and 10,594 feet
  - Dr Pi Federal Unit 17 8 DA 25H well between 10,699 feet and 10,637 feet
  - Dr Pi Federal Unit 17 8 DA 26H well between 10,649 feet and 10,543 feet.
     See Exhibit A at 15-30.
- 8. Due to the location and curvature of the kickoff point in **Top Spot 12-13 Federal Com 11H well**, OXY also requests an exception for the 100-foot packer setting depth requirement applied to vertical injection wells that packers be set within one hundred feet of the uppermost perforations or casing shoe.

9. A map depicting the pipeline that ties the wells proposed for the Pilot Project into the gathering system and the affected compressor station is included in the attached **Exhibit A** at 5.

#### WELL DATA

- 10. Information on the well data, including well diagrams and well construction, casing, tubing, packers, cement, perforations, and other details for each proposed injection well are included in the attached **Exhibit A** at pages 15-30.
- 11. The proposed maximum achievable surface pressure will not exert pressure at the top perforation in the wellbore of any injection well with a full fluid column of reservoir brine water in excess of 90% of the burst pressure for the production casing or production liner. *See* **Exhibit A** at 31. In addition, the proposed maximum achievable surface pressure will not exert pressure at the topmost perforation in excess of 90% of the formation parting pressure. *See* **Exhibit A** at 31.
- 12. Cement bond logs<sup>1</sup> for each of the injection wells demonstrate the placement of cement in the wells proposed for this Pilot Project and that there is a good and sufficient cement bond with the production casing and the tie-in of the production casing with the next prior casing in each well.
- 13. The wells proposed for injection in the Pilot Project have previously demonstrated mechanical integrity. *See* Exhibit A at 33. OXY will undertake new tests to demonstrate mechanical integrity for each well proposed for this Pilot Project as a condition of approval prior to commencing injection operations.

<sup>&</sup>lt;sup>1</sup> Electronic versions of the cement bond logs will be submitted to the Division through each well file.

#### **GEOLOGY AND RESERVOIR**

- 14. Data and a geologic analysis confirming that the Bone Spring formation is suitable for the proposed Pilot Project is included in **Exhibit A** at pages 54-66. A general characterization of the geology of the Bone Spring formation and its suitability for the proposed injection, including identification of confining layers and their ability to prevent vertical movement of the injected gas is included in the analysis. *Id*.
- 15. The top of the Bone Spring formation in this area is at approximately 8,400 feet total vertical depth and extends down to the top of the Wolfcamp formation at approximately 11,900 feet total vertical depth. *See* **Exhibit A** at 56.
- 16. Zones that are productive of oil and gas are located above and below the targeted injection interval. *See* Exhibit A at 54, 56.
- 17. Reservoir modeling indicates anticipated horizontal movement of injected gas will be approximately 100 feet or less from each injection wellbore within the Bone Spring formation.

  See Exhibit A at 75.
- 18. OXY has prepared calculations estimating the stimulated reservoir volume based on supporting empirical data and a reservoir model to evaluate potential effects on wells adjacent to the Project Area. *See* Exhibit A at 69-79. OXY's analysis concludes that there will be no change in the oil recovery from each of its proposed injection wells or from any of the offsetting wells. *See id.* at 78.
- 19. The source of gas for injection will be from OXY's Top Spot, Lost Tank, and Dr Pi Federal Unit wells producing from the Bone Spring and Wolfcamp formations that are identified in the list of wells in **Exhibit A** at page 34. All proposed temporary injection wells and gas source wells are commingled under the approved gas surface commingling permit PLC-867A. Additional

source wells may be added over time under an approved surface commingling authorization. Each of OXY's proposed injection wells are operated by OXY.

- 20. OXY has prepared an analysis of the composition of the source gas for injection and a corrosion prevention plan. *See* **Exhibit A** at 37-41.
- 21. OXY has examined the available geologic and engineering data and found no evidence of open faults or other hydrologic connections between the injection zone and any underground source of drinking water. See Exhibit A at 67. OXY has also examined the available geologic and engineering data and determined that the total recoverable volume of hydrocarbons from the reservoir will not be adversely affected by the Pilot Project. See Exhibit A at 79.

#### **GAS ALLOCATION**

28. OXY's proposes a method of gas allocation following a temporary injection event has been previously approved by the Division. *See* **Exhibit A** at 83-84.

#### **AREA OF REVIEW**

- 22. OXY has prepared maps depicting the surface hole location and trajectory of the proposed injection wells, the location of every well within a two-mile radius, leases within two miles, and the half-mile area of review. *See* **Exhibit A** at pages 47-49.
- 23. A tabulation of data for wells that penetrate the proposed injection interval or the confining layer within the half-mile area of review is included in **Exhibit A** at pages 49-51, along with well-bore schematics for wells that are plugged and abandoned or temporarily abandoned. *See* **Exhibit A** at 52.

#### **OPERATIONS AND SAFETY**

24. OXY plans to monitor injection and operational parameters for the Pilot Project using an automated supervisory control and data acquisition (SCADA) system with pre-set alarms

and automatic shut-in safety valves that will prevent injection pressures from exceeding the MASP. *See* **Exhibit A** at pages 44-45. OXY will also monitor and track various operational parameters at the Pilot Project's central tank battery and central gas lift compressors. *See id*.

- 25. A copy of this application will be provided by certified mail to the surface owner on which each injection well identified herein is located, and to each leasehold operator and other affected persons within any tract wholly or partially contained within one-half mile of the completed interval of the wellbore for each of the proposed injection wells. A list of the affected parties subject to notice is included in **Exhibit A** at 88-92, along with a map and list identifying each tract subject to notice. *See* **Exhibit A** at 81-82.
- 26. Approval of this Pilot Project is in the best interests of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, OXY USA Inc. requests that this Application be set for hearing before an Examiner of the Oil Conservation Division on July 6, 2023, and that after notice and hearing this Application be approved.

Respectfully submitted,

**HOLLAND & HART LLP** 

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ATTORNEYS FOR OXY USA INC.

CASE \_\_\_:

Application of OXY USA Inc. for Closed Loop Gas Capture Injection Pilot Project, Eddy and Lea Counties, New Mexico. Applicant in the above-styled cause seeks an order authorizing it to engage in a closed loop gas capture injection pilot project ("Pilot Project") in the Bone Spring formation within a 1,958.92-acre, more or less, project area for this Pilot Project consisting of the following acreage identified below in Eddy and Lea Counties, New Mexico (the "Project Area"):

#### **Township 22 South, Range 31 East**

Section 13: W/2 W/2 Section 12: W/2 W/2

#### **Township 22 South, Range 32 East**

Section 8: All
Section 17: All
Section 19: W/2 W/2
Section 30: W/2

Applicant proposes to occasionally inject into the following producing wells to avoid the temporary flaring of gas or the shut-in of producing wells during pipeline capacity constraints, mechanical difficulties, plant shutdowns, or other events impacting the ability to deliver gas into a pipeline:

- Lost Tank 30-19 Federal Com 1H (API No. 30-025-46474) with a surface location 128 feet FNL and 1235 feet FWL (Lot 1) in Section 19, Township 22 South, Range 32 East, and a bottom hole location 29 feet FSL and 971 feet FWL (Lot 4) in Section 30, Township 22 South, Range 32 East, NMPM, all in Lea County, New Mexico.
- Top Spot 12-13 Federal Com 11H well (API No. 30-015-48595) with a surface location 655 feet FSL and 2022 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 51 feet FNL and 448 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New Mexico.
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- **Dr Pi Federal Unit 17 8 DA 21H well** (API No. 30-025-48282) with a surface location 530 feet FSL and 1075 feet FWL (Unit M) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 52 feet FNL and 453 feet FWL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.
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OXY seeks authority to utilize these producing wells to occasionally inject produced gas into the Bone Spring formation at total vertical depths of between approximately 9,005 feet to 10,699 feet along the horizontal portion of each wellbore at surface injection pressures of no more than 1,300 psi. at an average injection rate of 3 MMSCF per day and a maximum injection rate of 4 MMSCF per day. The source of the produced gas will be from the Bone Spring and Wolfcamp formations. The subject acreage is located approximately 22 miles northeast of Loving, New Mexico.



# General Project Description: Closed Loop Gas Capture (CLGC) Project Oxy- 2023 Lost Tank

#### Summary of Requested Relief

- 1. Authority to operate a closed loop gas capture project ("CLGC") project consisting of eight (8) wells. The project will help to prevent waste and reduce adverse impacts from temporary interruptions of gas pipeline capacity.
- 2. Maximum Allowable Surface Pressure (MASP) of 1300 psi.
- 3. An exception for the 100-foot packer setting depth requirement applied to vertical injection wells.

#### Overview

Oxy USA Inc. (Oxy) is proposing a Closed Loop Gas Capture (CLGC) project. On occasion, third-party gas purchasers reduce takeaway capacity and cause interruptions that result in flaring or shut in production. During these interruptions, Oxy will utilize CLGC wells to capture gas and reduce flaring.

Oxy has experienced interruptions where the third-party gas purchaser temporarily reduced takeaway capacity from this project area, resulting in the flaring of gas or the immediate shut-in of production. Approval of this application will significantly reduce such flaring or shut-in production in the future.

### Operations During Interruption

- Flare gas
- · Shut in production

#### Operations During Interruption With CLGC System

- Store gas
- Continue production
- No additional surface disturbances

#### Benefits

- Reduce greenhouse gas emissions
- Improve economic recovery of mineral resources including gas that might have been flared
- Utilize existing infrastructure

#### **Proposed Operations**

Oxy has an extensive high-pressure gas system in the Lost Tanks area. It is used for gas lift operations, a type of artificial lift. Oxy plans to utilize the same system for gas storage operations. Very minimal equipment on surface will need to be installed prior to starting storage operations.

Mark West is the third-party gas purchaser for the Lost Tanks area. If an interruption occurs, Oxy will divert gas from the takeaway line back into the gas lift injection system. Gas will flow from the Central Gas Lift (CGL) Compressor Stations through the flow meter, control valve, safety shutdown valve, wellhead and into the wellbore for storage. Gas will be injected down the casing/tubing annulus in these wells. Simultaneously, the proposed CLGC well will be shut in by closing the electric choke upstream of the production flowline. After the interruption has ended, the electric choke will open and the CLGC well resumes production.

#### **Gas Surface Commingling Permit**

The Lost Tank area will be commingled at a future date under the approved gas surface commingling permit PLC-867A.

#### Wells

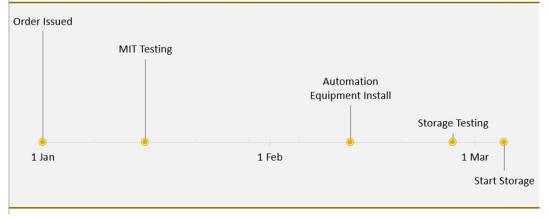
There are 8 wells proposed in this application.

API10	Well Name
30-025-46474	LOST TANK 30-19 FEDERAL COM 1H
30-015-48595	TOP SPOT 12_13 FED COM 11H
30-015-48594	TOP SPOT 12_13 FED COM 1H
30-015-47771	TOP SPOT 12_13 FED COM 21H
30-025-48282	DR PI FEDERAL UNIT 17 8 DA 21H
30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H
30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H
30-025-48950	DR PI FEDERAL UNIT 17 8 DA 26H

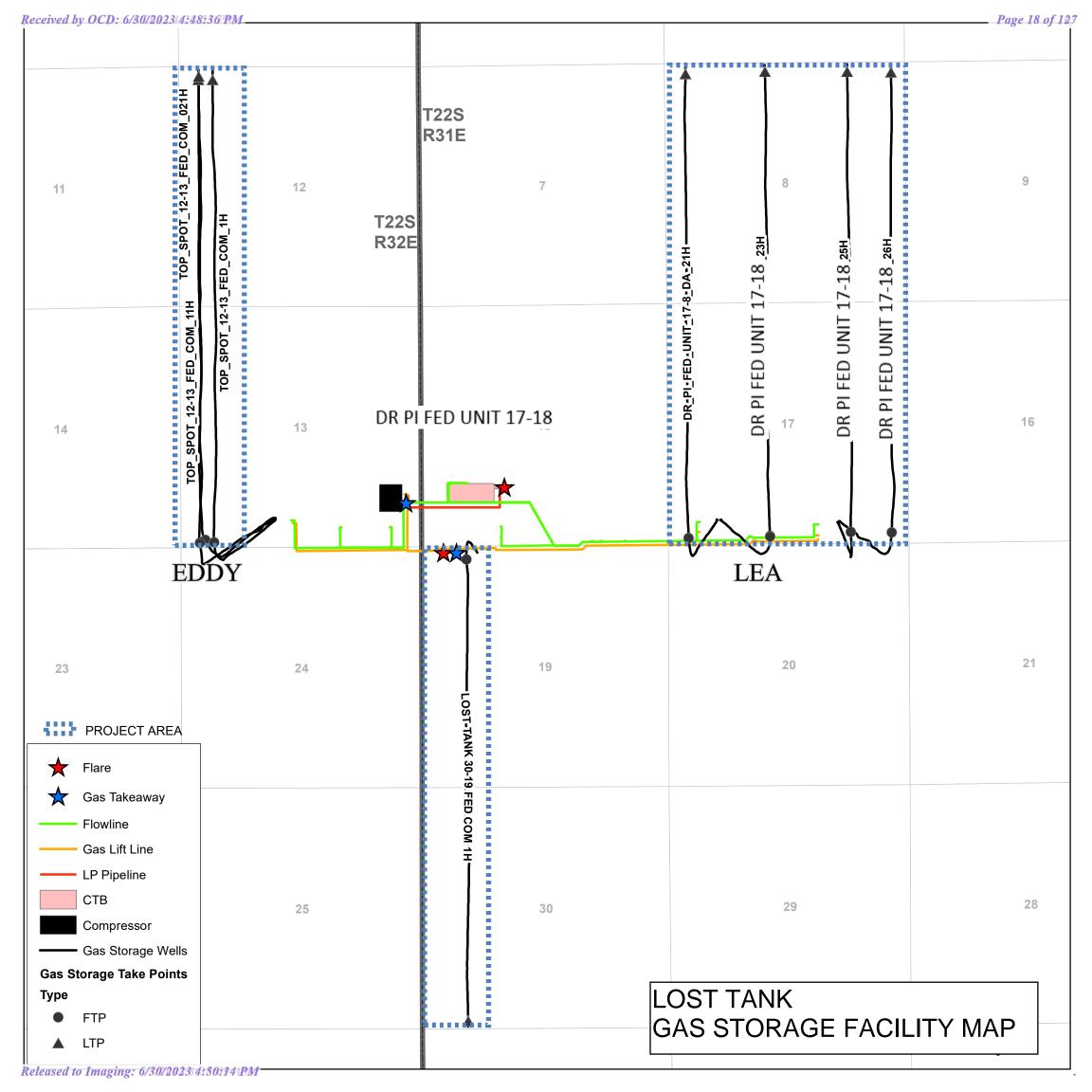
#### <u>Timeline</u>

Since no new surface disturbances are required, this project can be implemented with minimal facility modifications. The timeline below assumes an order is issued on January 1 for illustration purposes.



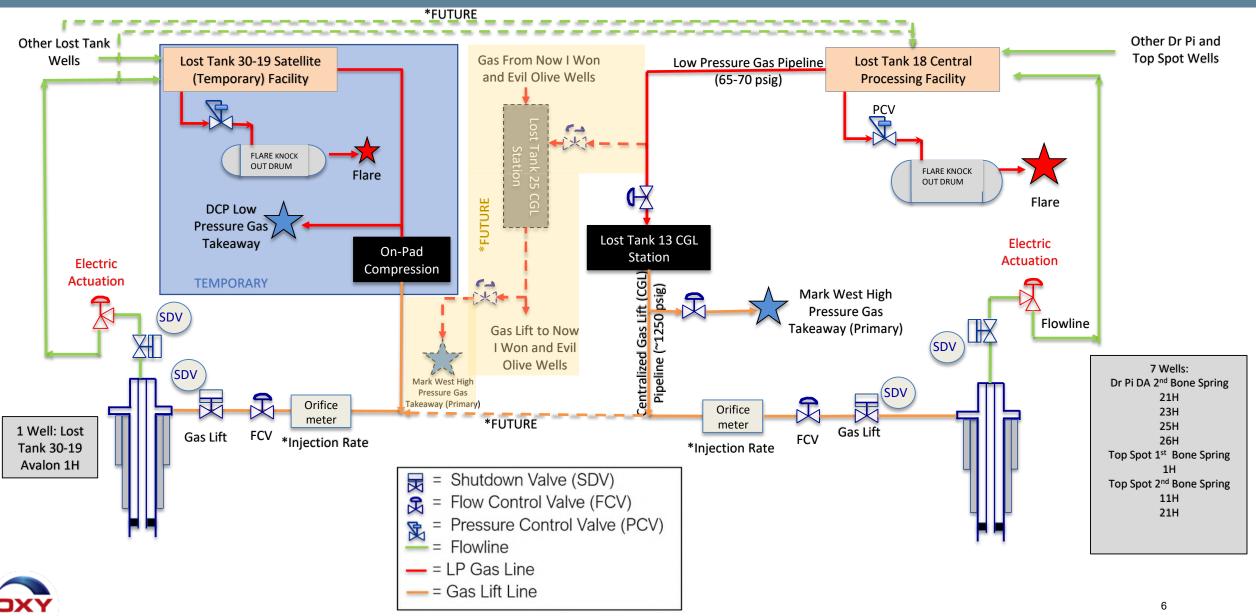






# Lost lank Gas Process Flow Diagram

Released to Imaging: 6/30/202384:50:14/PM



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1625 N. French Dr., Hobbs. NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u>

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u>

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico

# Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

Revised August 1, 2011
Submit one copy to appropriate
District Office

X AMENDED REPORT

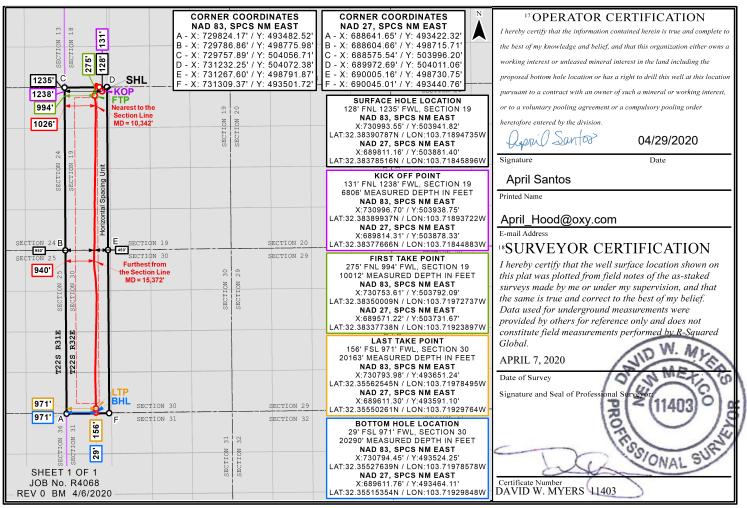
#### WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Number		<sup>2</sup> Pool Code			
30-025-46474		97366	Bilbrey Basin; Bone Sprin	pring, South	
<sup>4</sup> Property Code 322423			roperty Name 80-19 Fed Com	$^6$ Well Number $1 \mathrm{H}$	
<sup>7</sup> ogrid №. 16696		<sup>9</sup> Elevation <b>3616'</b>			

<sup>10</sup> Surface Location

	Surface Location								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L 1	19	22S	32E		128	NORTH	1235	WEST	LEA
11	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
L 4	30	22S	32E		29	SOUTH	971	WEST	LEA
12 Dedicated Acres	Dedicated Acres   13 Joint or Infill   14 Consolidation Code   15 Order No.								
358.92									

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.



Distances/areas relative to NAD 83 Combined Scale Factor: 0.99978625 Convergence Angle: 00°11'26.29720"

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#### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

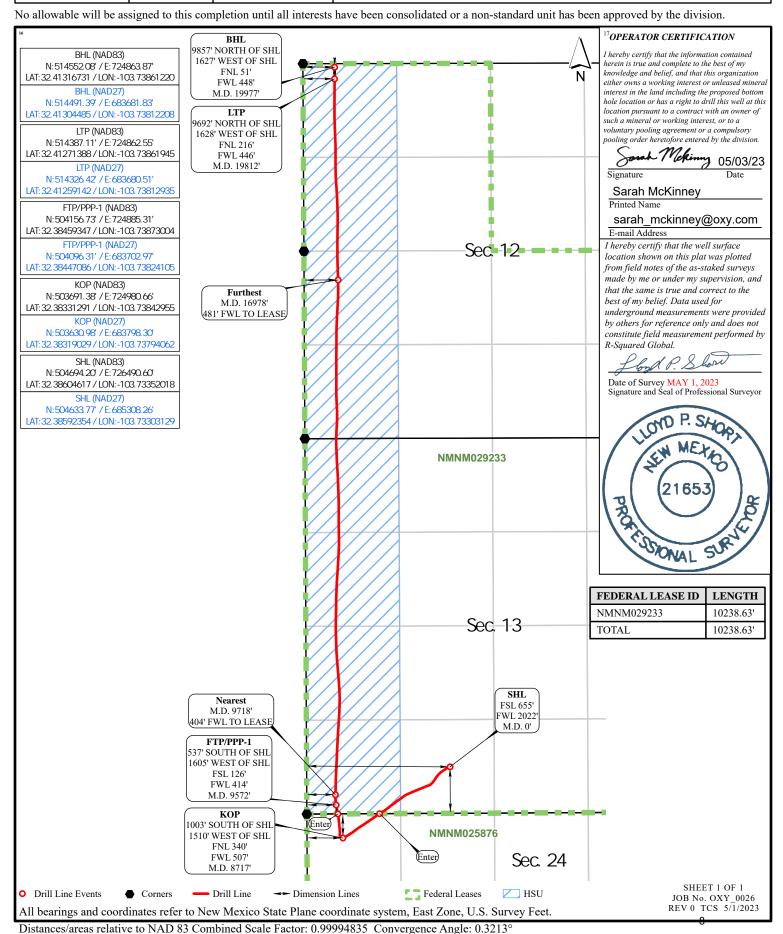
☐ AMENDED REPORT

#### WELL LOCATION AND ACERAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Number 30-015- 48595		<sup>2</sup> Pool Code 5695	SPRING	
<sup>4</sup> Property Code 329719		TOP SPOT 12 <sup>ep</sup>	operty Name 13 FEDERAL COM	<sup>6</sup> Well Number 11H
<sup>7</sup> OGRID No. 16696			erator Name USA INC.	<sup>9</sup> Elevation 3569'
		10 c c	T (*	

#### Surface Location

	N	13	22S	31E	Lot Iun	655	South	2022	West	EDDY
	<sup>11</sup> Bottom Hole Location If Different From Surface									
- 1	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	D	12	22S	31E		51	North	448	West	EDDY
	12 Dedicated Acres	<sup>13</sup> Jo	int or Infill	14 Cons	olidation Code	15 Order No.				



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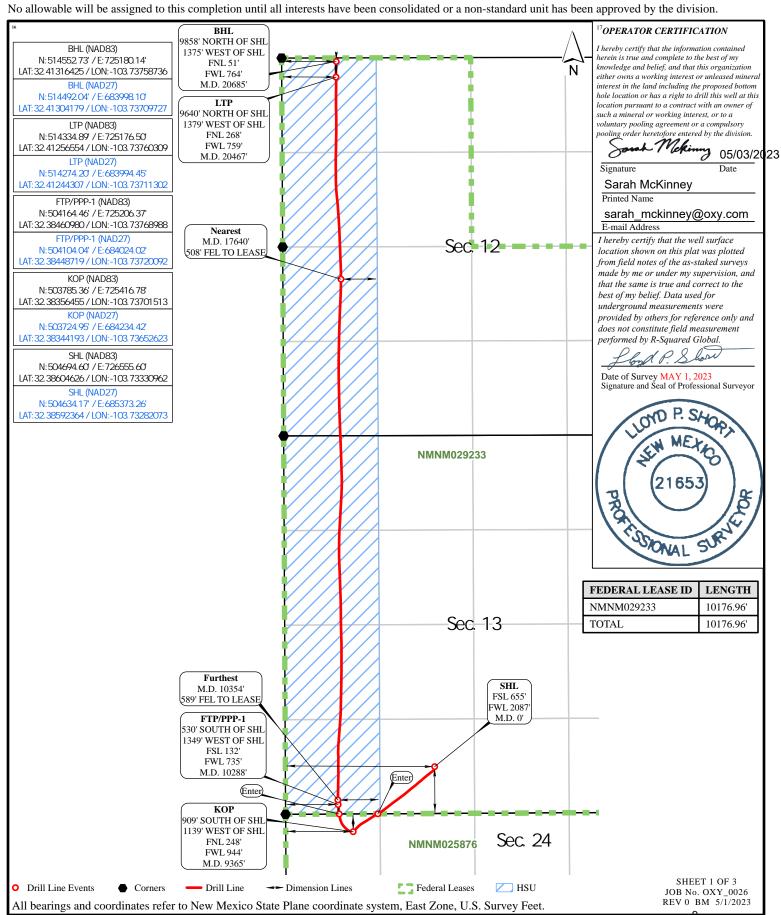
☐ AMENDED REPORT

#### WELL LOCATION AND ACERAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Number 30-015 - 48594	<sup>2</sup> Pool Code 5695				
<sup>4</sup> Property Code 329719	TOP SPOT 12	<sup>5</sup> Property Name 2_13 FEDERAL COM	<sup>6</sup> Well Number 1 H		
<sup>7</sup> ogrid No. 16696		Y USA INC.	° Elevation 3568'		

#### <sup>10</sup> Surface Location

N	13	22S	31E		655	South	2087	West	EDDY
<sup>11</sup> 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
D	12	22S	31E		51	North	764	West	EDDY
<sup>12</sup> Dedicated Acres 320.00	<sup>13</sup> Jo	int or Infill	<sup>14</sup> Cons	olidation Code	15 Order No.				



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OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

■ AMENDED REPORT

**EDDY** 

West

2052

#### WELL LOCATION AND ACERAGE DEDICATION AS-DRILLED PLAT

30-015-47771	<sup>2</sup> Pool Code 5695	5695 BILBREY BASIN, BONE			
<sup>4</sup> Property Code 329719	TOP SPOT 12 Pro	13 FEDERAL COM	<sup>6</sup> Well Number 21H		
<sup>7</sup> OGRID No. 16696		verator Name USA INC.	<sup>9</sup> Elevation 3568'		

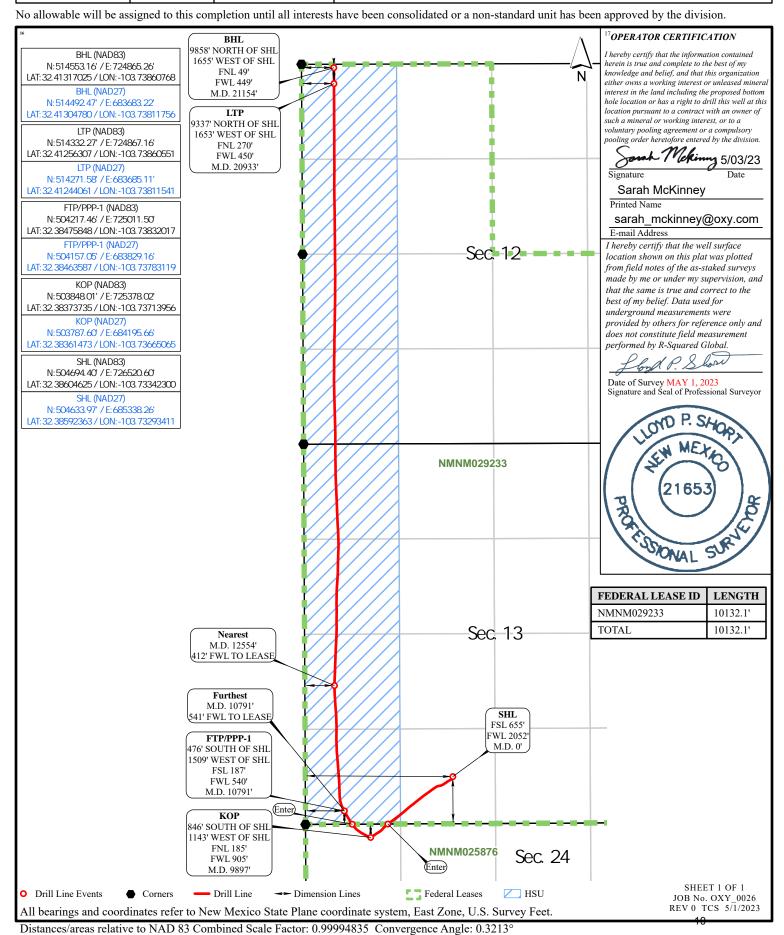
<sup>10</sup> Surface Location

655

31E

			<sup>11</sup> E	ottom I	Hole Location	n If Different F	rom Surface		
UL or lot no.	Section 12	Township 22S	Range 31E	Lot Idn	Feet from the 49	North/South line North	Feet from the 449	East/West line West	EDDY
12 Dedicated Acres	<sup>13</sup> Jo	oint or Infill	<sup>14</sup> Cons	olidation Code	15 Order No.	•	•		

South



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Form C-102

1625 N. French Dr., Hobbs. NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u>

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u>

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u>

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico

#### Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505

Revised August 1, 2011
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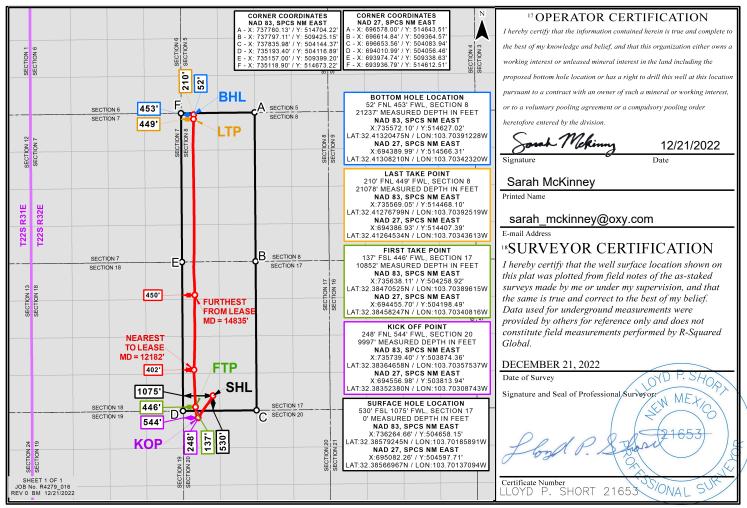
#### WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Number 30-025-48282		<sup>2</sup> Pool Code	<sup>3</sup> Pool Name		
30-025-482	282	97366	BILBREY BASIN; BONE SPRING, SOUT		
<sup>4</sup> Property Code 332769			roperty Name RAL UNIT 17_8 DA	<sup>6</sup> Well Number 21H	
<sup>7</sup> OGRID No. 16696			perator Name VUSA INC.	<sup>9</sup> Elevation <b>3690'</b>	

<sup>10</sup> Surface Location

	Surface Eccution									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
M	17	22S	32E		530	SOUTH	1075	WEST	LEA	
Bottom Hole Location If Different From Surface										
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
D	8	22S	32E		52	NORTH	453	WEST	LEA	
<sup>12</sup> Dedicated Acres	13 Joint or	Infill 14 C	Consolidation (	Code 15 Or	der No.		-			
640.0										

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.



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1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III

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#### State of New Mexico

#### Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505

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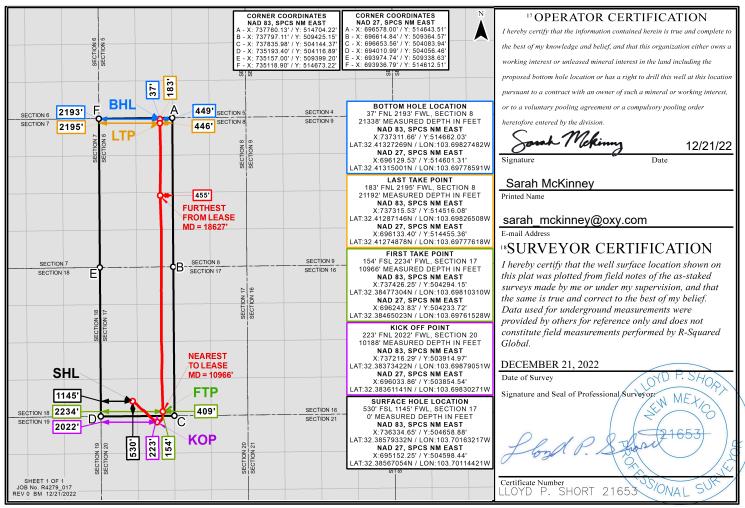
#### WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Numbe	er	<sup>2</sup> Pool Code			
30-025-48947		97366	ING, SOUTH		
<sup>4</sup> Property Code <b>332769</b>			operty Name RAL UNIT 17 8 DA  6 Well Number 23H		
<sup>7</sup> OGRID No. 16696		8 Ol	perator Name V USA INC.	<sup>9</sup> Elevation 3690'	

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	17	22S	32E		530	SOUTH	1145	WEST	LEA
11	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
C	8	22S	32E		37	NORTH	2193	WEST	LEA
12 Dedicated Acres	12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.								
640.0									

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.



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1625 N. French Dr., Hobbs. NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u>

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III

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1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

### State of New Mexico

#### Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

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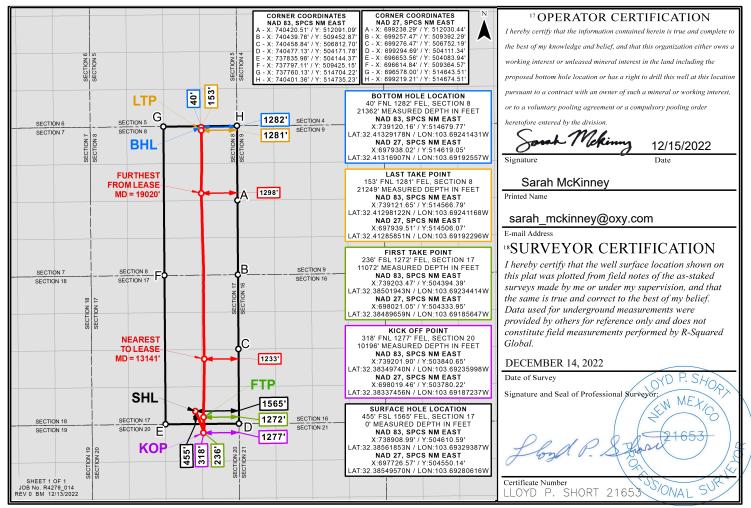
#### WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Number		<sup>2</sup> Pool Code <sup>3</sup> Pool Name		
30-025-48949		97366 BILBREY BASIN; BONE SPR		ING, SOUTH
<sup>4</sup> Property Code 329931	Property Name DR PI FEDERAL UNIT 17_8 DA			<sup>6</sup> Well Number 25H
<sup>7</sup> OGRID No. 16696	OXY USA INC.			<sup>9</sup> Elevation 3674'

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
О	17	22S	32E		455	SOUTH	1565	EAST	LEA
Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	8	22S	32E		40	NORTH	1282	EAST	LEA
12 Dedicated Acres	12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.								
640.0									

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.



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1625 N. French Dr., Hobbs. NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u>

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1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Revised August 1, 2011
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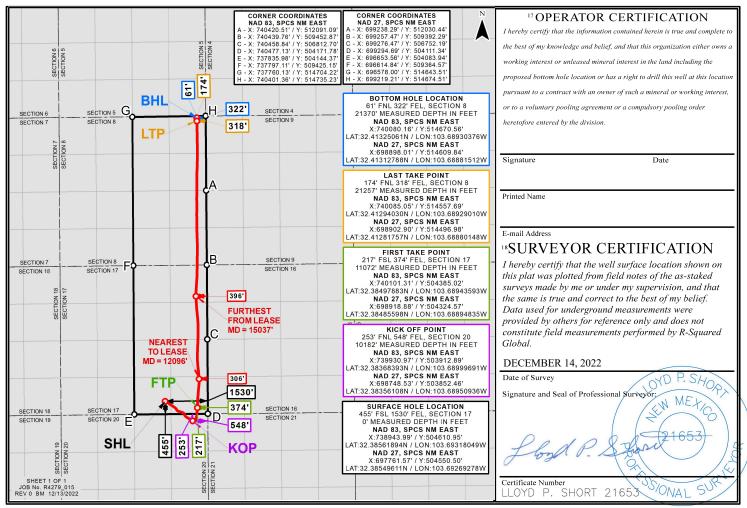
#### WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

<sup>1</sup> API Number		<sup>2</sup> Pool Code <sup>3</sup> Pool Name		
30-025-48950		97366 BILBREY BASIN; BONE SPR		ING, SOUTH
<sup>4</sup> Property Code 329931	Property Name DR PI FEDERAL UNIT 17_8 DA			<sup>6</sup> Well Number 26H
<sup>7</sup> OGRID No. 16696	8 Operator Name OXY USA INC.			<sup>9</sup> Elevation 3674'

<sup>10</sup> Surface Location

or lot no.	Section Tow	wnship R	nge Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	17	22S 32	Е	455	SOUTH	1530	EAST	LEA
Bottom Hole Location If Different From Surface								
or lot no.	Section Tow	wnship R	nge Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	8 2	22S 32	Е	61	NORTH	322	EAST	LEA
<sup>12</sup> Dedicated Acres <sup>13</sup> Joint or Infill <sup>14</sup> Consolidation Code <sup>15</sup> Order No.								
640.0								
A Dedicated Acres	8 2	22S 32	nge Lot Idn E	Feet from the 61	North/South line	Feet from the		

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: OXY USA INC.

Side 1

WELL NAME & NUMBER: LOST TANK 30-19 FEDERAL COM 1H

WELL LOCATION: 128' NORTH 1235' WEST D 19 22S 32E UNIT LETTER **SECTION RANGE** FOOTAGE LOCATION **TOWNSHIP** 

**WELLBORE SCHEMATIC** 

CMT TO SURFACE (CIRC)

**WELL CONSTRUCTION DATA** 

**Surface Casing** 

"Note-Diagram not to scale 13 3/8" CSA 900" CMT TO SURFACE (CIRC) 9 5/8" CSA 6,569"

Hole Size: 17-1/2"

Casing Size: 13-3/8"

Cemented with: 1,150 sx.

*or* <u>1,564</u> ft<sup>3</sup>

Top of Cement: 0'

Method Determined: CIRC

Intermediate Casing

Hole Size: 12-1/4"

Casing Size: 9-5/8"

Cemented with: 3,313 sx.

*or* 3,946 ft<sup>3</sup>

Top of Cement: 0'

Method Determined: CIRC

**Production Casing** 

Hole Size: 8-1/2"

Casing Size: 5-1/2"

Cemented with: 2,749 sx.

or 4,266

Top of Cement: <u>4,350'</u>

Method Determined: CBL

Total Depth: 20,262' MD / 9,875' TVD

Injection Interval

10,012' MD / 9,829' TVD - perforated feet to 20,163' MD / 9,875' TVD - perforated

(Perforated or Open Hole; indicate which)

5 1/2" CSA 20,262" TOC 4350' (CBL)

Tub	ping Size: <u>2-7/8"</u>	_Lining Material: <u>UNLINED</u>					
Тур	pe of Packer: AS1-X						
Pac	eker Setting Depth: 9,622' MD / 9,581' TVD	_					
Oth	ner Type of Tubing/Casing Seal (if applicable	): <u>N/A</u>					
	Addi	tional Data					
1.	Is this a new well drilled for injection?	Yes <u>X</u> No					
	If no, for what purpose was the well originally drilled?OIL PRODUCER						
2.	Name of the Injection Formation: 1ST BONE SPRING						
3.	Name of Field or Pool (if applicable): BILBREY BASIN BONESPRING, SOUTH						
4.	4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used						
5.	Give the name and depths of any oil or gas a injection zone in this area:						
	OVERLYING- AVALON						
	UNDERLYING- SECOND BONE SPRING						

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: TOP SPOT 12-13 FED COM 11H

WELL LOCATION: 653' SOUTH 2022' WEST 13 22S 31E

FOOTAGE LOCATION

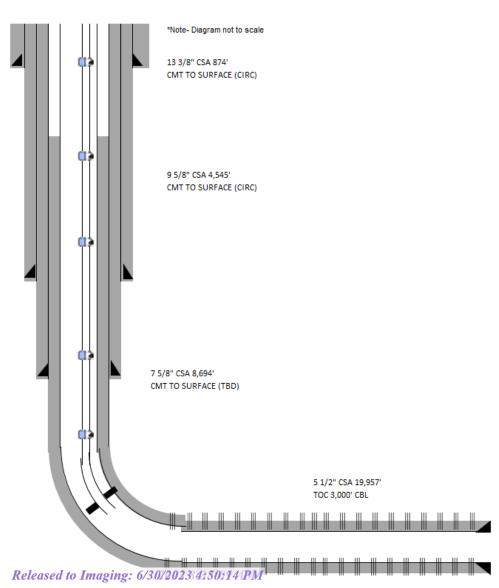
UNIT LETTER

**SECTION** 

**TOWNSHIP** 

**RANGE** 

#### **WELLBORE SCHEMATIC**



#### WELL CONSTRUCTION DATA **Surface Casing**

Hole Size: 17-1/2" Casing Size: 13-3/8"

*or* \_\_\_\_\_ ft<sup>3</sup> Cemented with: 1,090 sx.

Top of Cement: 0' Method Determined: CIRC

Intermediate Casing (STRING 1 / STRING 2)

Hole Size: 12-1/4" / 8-3/4" Casing Size: 9-5/8" / 7-5/8"

*or* \_\_\_\_\_ ft<sup>3</sup> Cemented with: 1,400 / 565\* sx.

Top of Cement: <u>0' / 0'\*</u> Method Determined: CIRC / TBD\*

#### **Production Casing**

Hole Size: 6-3/4" Casing Size: 5-1/2"

*or* \_\_\_\_\_ ft<sup>3</sup> Cemented with: 848 sx.

Top of Cement: <u>3,000'</u> Method Determined: CBL

Total Depth: 19,957' MD / 9,035' TVD

#### Injection Interval

9,571' MD / 9,005' TVD - perforated feet  $\phantom{0}$  to 19,838' MD / 9,037' TVD - perforated

(Perforated or Open Hole; indicate which)

\*NOTE- Pending 2nd stage bradenhead squeeze job for 7-5/8" intermediate string 2

Tub	ing Size: <u>2-7/8</u> "	_Lining Material: <u>UNLINED</u>						
Typ	oe of Packer: AS1-X							
Pac	ker Setting Depth: 8,720' MD / 8,405' TVD	_						
Oth	er Type of Tubing/Casing Seal (if applicable	e): <u>N/A</u>						
	<u>Addi</u>	tional Data						
1.	Is this a new well drilled for injection?	Yes <u>X</u> No						
	If no, for what purpose was the well original OIL PRODUCER	ılly drilled?						
2.	Name of the Injection Formation: AVALON							
3.	Name of Field or Pool (if applicable): BILBI	REY BASIN BONESPRING, SOUTH						
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNO							
5.	injection zone in this area:							
	OVERLYING: BRUSHY CANYON							
	UNDERLYING: FIRST BONE SPRING							

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: TOP SPOT 12-13 FED COM 1H

 WELL LOCATION:
 653' SOUTH 2087' WEST
 N
 13
 22S
 31E

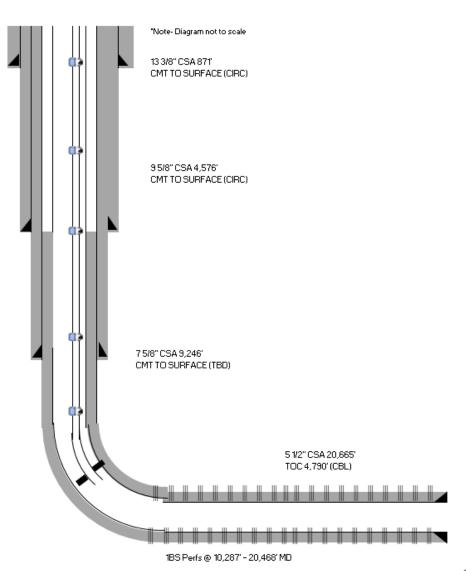
FOOTAGE LOCATION

UNIT LETTER SECTION

TOWNSHIP

**RANGE** 

#### **WELLBORE SCHEMATIC**



#### WELL CONSTRUCTION DATA

Surface Casing

Hole Size: 17-1/2" Casing Size: 13-3/8"

Cemented with: 1,090 sx. or \_\_\_\_\_\_ ft<sup>3</sup>

Top of Cement: 0' Method Determined: CIRC

Intermediate Casing (STRING 1 / STRING 2)

Hole Size: 12-1/4" / 8-3/4" Casing Size: 9-5/8" / 7-5/8"

Cemented with: <u>1,314 / 617\*</u> sx. **or** \_\_\_\_\_\_ ft<sup>3</sup>

Top of Cement: 0' / 0'\*

Method Determined: CIRC / TBD\*

#### **Production Casing**

Hole Size: <u>6-3/4"</u> Casing Size: <u>5-1/2"</u>

Cemented with: <u>822</u> sx. **or** \_\_\_\_\_\_ ft<sup>3</sup>

Top of Cement: 4,790' Method Determined: CBL

Total Depth: <u>20,665' MD / 9,817' TVD</u>

#### <u>Injection Interval</u>

10,287' MD / 9,853' TVD - perforated feet  $t_0$  20,468' MD / 9,822' TVD - perforated

(Perforated or Open Hole; indicate which)

19

\*NOTE- Pending 2nd stage bradenhead squeeze job for 7-5/8" intermediate string 2

Tubi	bing Size: 2-7/8" Linin	g Material: UNLINED					
Тур	ype of Packer: AS1-X						
Pac	acker Setting Depth: 9,775' MD / 9,516' TVD						
Oth	ther Type of Tubing/Casing Seal (if applicable): N/A						
	Additional I	<u>Data</u>					
1.	Is this a new well drilled for injection?	Yes <u>X</u> No					
	If no, for what purpose was the well originally dril OIL PRODUCER	f no, for what purpose was the well originally drilled?					
2.	Name of the Injection Formation: 1ST BONE SPRI	NG					
3.	Name of Field or Pool (if applicable): BILBREY BA	SIN BONESPRING, SOUTH					
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNO						
5.	underlying or overlying the proposed						
OVERLYING: AVALON  UNDERLYING: SECOND BONE SPRING							

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: TOP SPOT 12-13 FED COM 21H

 WELL LOCATION:
 653' SOUTH 2052' WEST
 N
 13
 22S
 31E

FOOTAGE LOCATION

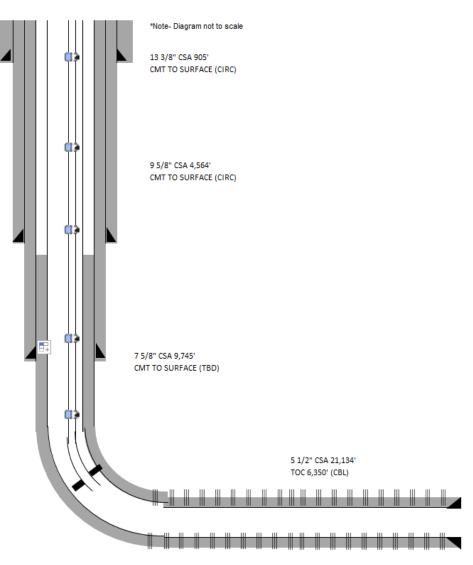
UNIT LETTER

**SECTION** 

TOWNSHIP

**RANGE** 

#### **WELLBORE SCHEMATIC**



## WELL CONSTRUCTION DATA Surface Casing

Surface Casing

Hole Size: <u>17-1/2</u>" Casing Size: <u>13-3/8</u>"

Cemented with: 1,090 sx. or \_\_\_\_\_\_ ft<sup>3</sup>

Top of Cement: <u>0'</u> Method Determined: <u>CIRC</u>

Intermediate Casing (STRING 1 / STRING 2)

Hole Size: 12-1/4" / 8-3/4" Casing Size: 9-5/8" / 7-5/8"

Cemented with: 1,314 / 653\* sx. or \_\_\_\_\_\_ ft<sup>3</sup>

Top of Cement: 0' / 0'\*

Method Determined: CIRC / TBD\*

#### **Production Casing**

Hole Size: <u>6-3/4"</u> Casing Size: <u>5-1/2"</u>

Cemented with: <u>849</u> sx. **or** \_\_\_\_\_\_ ft<sup>3</sup>

Top of Cement: 6,350' Method Determined: CBL

Total Depth: <u>21,134' MD / 10,387' TVD</u>

#### **Injection Interval**

10,790' MD / 10,319' TVD - perforated feet  $t_{O}$  20,934' MD / 10,383' TVD - perforated

(Perforated or Open Hole; indicate which)

21

NOTE- Pending 2nd stage bradenhead squeeze job for 7-5/8" intermediate string 2

Tub	ing Size: <u>2-7/8"</u>	Lining Material: UNLINED				
Тур	e of Packer: AS1-X					
Pac	ker Setting Depth: 10,280' MD / 10,039' TVD	_				
Oth	er Type of Tubing/Casing Seal (if applicable	): <u>N/A</u>				
	Addit	ional Data				
1.	Is this a new well drilled for injection?	Yes <u>X</u> No				
	If no, for what purpose was the well origina OIL PRODUCER	lly drilled?				
2.	Name of the Injection Formation: 2ND BON	E SPRING				
3.	Name of Field or Pool (if applicable): BILBF	REY BASIN BONESPRING, SOUTH				
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNO					
5.	Give the name and depths of any oil or gas a injection zone in this area:  OVERLYING: FIRST BONE SPRING	zones underlying or overlying the proposed				

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: DR PI FEDERAL UNIT 17 8 DA 21H

 WELL LOCATION:
 530' SOUTH 1075' WEST
 M
 17
 22S
 32E

FOOTAGE LOCATION

UNIT LETTER

SECTION

TOWNSHIP

**WELL CONSTRUCTION DATA** 

**RANGE** 

#### **WELLBORE SCHEMATIC**

\*Note- Diagram not to scale

Surface Casing

Hole Size: <u>17-1/2</u>" Casing Size: <u>13-3/8</u>"

Cemented with: <u>1,519</u> sx. **or** <u>1,580</u> ft<sup>3</sup>

Top of Cement: 0' Method Determined: CIRC

#### **Intermediate Casing**

Hole Size: 12-1/4" Casing Size: 9-5/8"

Cemented with:  $\underline{1,403}$  sx. or  $\underline{3,756}$  ft<sup>3</sup>

Top of Cement: 0' Method Determined: CIRC

#### **Production Casing**

Hole Size: 8-3/4" Casing Size: 5-1/2"

Cemented with: 3,386 sx. or 5,172 ft<sup>3</sup>

Top of Cement: 4,770' Method Determined: CBL

Total Depth: <u>21,220' MD / 10,638' TVD</u>

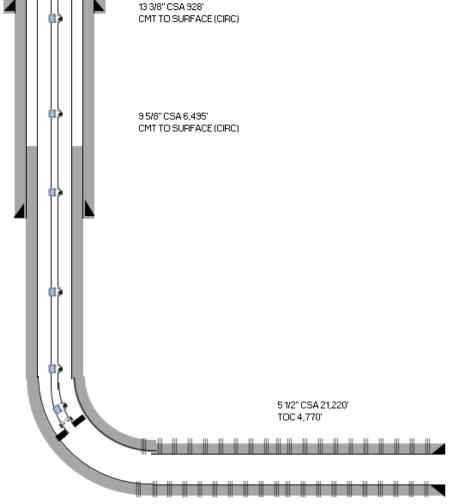
#### **Injection Interval**

10,852' MD / 10,636' TVD - perforated feet  $t_{O}$  21,078' MD / 10,641' TVD - perforated

(Perforated or Open Hole; indicate which)

23

2BS Perfs @ 10,852'-21,078'



Tub	ing Size: <u>2-7/8</u> "	_Lining Material: <u>UNLINED</u>								
Typ	e of Packer: AS1-X									
Pac	Packer Setting Depth: 10,442' MD / 10,331' TVD									
Oth	er Type of Tubing/Casing Seal (if applicable	e): <u>N/A</u>								
	Additional Data									
1.	Is this a new well drilled for injection?	Yes <u>X</u> No								
	If no, for what purpose was the well original OIL PRODUCER	ally drilled?								
2.	Name of the Injection Formation: <u>2ND BON</u>	IE SPRING								
3.	Name of Field or Pool (if applicable): BILBREY BASIN BONESPRING, SOUTH									
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNO									
5.	Give the name and depths of any oil or gas injection zone in this area:	zones underlying or overlying the proposed								
	OVERLYING- FIRST BONE SPRING									
	UNDERLYING- THIRD BONE SPRING									

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: DR PI FEDERAL UNIT 17 8 DA 23H

 WELL LOCATION:
 530' SOUTH 1145' WEST
 M
 17
 22S
 32E

FOOTAGE LOCATION

UNIT LETTER

SECTION

TOWNSHIP

**RANGE** 

## **WELLBORE SCHEMATIC**

# \*Note-Diagram not to scale 13 3/8" CSA 926" CMT TO SURFACE (CIRC) 9 5/8" CSA 6.545" CMT TO SURFACE (CIRC) 5 1/2" CSA 21,318" TOC 5,300' (CBL) 2BS Perfs @ 10,966' - 21,192'

## WELL CONSTRUCTION DATA Surface Casing

Hole Size: <u>17-1/2"</u> Casing Size: <u>13-3/8"</u>

Cemented with: 1,150 sx. or 1,550 ft<sup>3</sup>

Top of Cement: 0' Method Determined: CIRC

## **Intermediate Casing**

Hole Size: 12-1/4" Casing Size: 9-5/8"

Cemented with: 1,499 sx. **or** 3,951 ft<sup>3</sup>

Top of Cement: 0' Method Determined: CIRC

## **Production Casing**

Hole Size: 8-3/4" Casing Size: 5-1/2"

Cemented with: 3,381 sx. or 5,165 ft<sup>3</sup>

Top of Cement: 5,300' Method Determined: CBL

Total Depth: <u>21,318' MD / 10,593' TVD</u>

## **Injection Interval**

10,966' MD / 10,585' TVD - perforated feet  $t_{O}$  21,192' MD / 10,594' TVD - perforated

(Perforated or Open Hole; indicate which)

Tub	ing Size: <u>2-7/8</u> "	_Lining Material: <u>UNLINED</u>					
Typ	e of Packer: AS1-X						
Pac	ker Setting Depth: 10,484' MD / 10,318' TVD	_					
Oth	er Type of Tubing/Casing Seal (if applicable	e): <u>N/A</u>					
	<u>Addi</u>	tional Data					
1.	Is this a new well drilled for injection?	Yes <u>X</u> No					
	If no, for what purpose was the well original OIL PRODUCER	ılly drilled?					
2.	Name of the Injection Formation: 2ND BON	E SPRING					
3.	Name of Field or Pool (if applicable): BILBI	REY BASIN BONESPRING, SOUTH					
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used						
5.	Give the name and depths of any oil or gas injection zone in this area:						
	OVERLYING- FIRST BONE SPRING						
	UNDERLYING- THIRD BONE SPRING						

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: DR PI FEDERAL UNIT 17 8 DA 25H

WELL LOCATION: 455' SOUTH 1565' EAST 0 17 22S 32E

FOOTAGE LOCATION

UNIT LETTER

**SECTION** 

**TOWNSHIP** 

**RANGE** 

## **WELLBORE SCHEMATIC**

## **WELL CONSTRUCTION DATA Surface Casing**

13 3/8" CSA 903" CMT TO SURFACE (CIRC)

> 95/8" CSA 6,579" CMT TO SURFACE (CIRC)

Note-Diagram not to scale

Hole Size: 17-1/2"

Casing Size: 13-3/8"

Cemented with: 1,130 sx.

*or* <u>1,526</u> ft<sup>3</sup>

Top of Cement: 0'

Method Determined: CIRC

## **Intermediate Casing**

Hole Size: 12-1/4"

Casing Size: 9-5/8"

Cemented with: 1,761 sx.

*or* <u>4</u>,700 ft<sup>3</sup>

Top of Cement: 0'

Method Determined: CIRC

## **Production Casing**

Hole Size: <u>8-3/4</u>"

Casing Size: 5-1/2"

Cemented with: 3,373 sx.

*or* 5,165 ft<sup>3</sup>

Top of Cement: <u>3,340'</u>

Method Determined: CBL

Total Depth: 21,342' MD / 10,635' TVD

### Injection Interval

11,072' MD / 10,699' TVD - perforated feet to 21,198' MD / 10,637' TVD - perforated

(Perforated or Open Hole; indicate which)

27

2BS Perfs @ 11,072' - 21,198'

5 1/2" CSA 21,342"

TOC 3,340' (CBL)

Tub	ing Size: <u>2-7/8</u> "	_Lining Material: UNLINED								
Typ	oe of Packer: AS1-X									
Pac	Packer Setting Depth: 10,435' MD / 10,341' TVD									
Oth	er Type of Tubing/Casing Seal (if applicable	e): <u>N/A</u>								
	Additional Data									
1.	Is this a new well drilled for injection?	Yes <u>X</u> No								
	If no, for what purpose was the well original OIL PRODUCER	ally drilled?								
2.	Name of the Injection Formation: <u>2ND BON</u>	IE SPRING								
3.	Name of Field or Pool (if applicable): BILBREY BASIN BONESPRING, SOUTH									
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNO									
5.	Give the name and depths of any oil or gas injection zone in this area:	zones underlying or overlying the proposed								
	OVERLYING- FIRST BONE SPRING									
	UNDERLYING- THIRD BONE SPRING									

Side 1

OPERATOR: OXY USA INC.

WELL NAME & NUMBER: DR PI FEDERAL UNIT 17 8 DA 26H

 WELL LOCATION:
 455' SOUTH 1530' EAST
 O
 17
 22S
 32E

FOOTAGE LOCATION

UNIT LETTER

SECTION

**TOWNSHIP** 

**RANGE** 

#### **WELLBORE SCHEMATIC**

\*Note- Diagram not to scale

13 3/8" CSA 896" CMT TO SURFACE (CIRC)

95/8" CSA 6,586" CMT TO SURFACE (CIRC) WELL CONSTRUCTION DATA

**Surface Casing** 

Hole Size: <u>17-1/2</u>" Cas

Casing Size: 13-3/8"

Cemented with: 1,130 sx.

*or* <u>1,519</u> ft<sup>3</sup>

Top of Cement: 0'

Method Determined: CIRC

Intermediate Casing

Hole Size: <u>12-1/4"</u>

Casing Size: 9-5/8"

Cemented with: 1,383 sx.

or 3,699 ft<sup>3</sup>

Top of Cement: 0'

Method Determined: CIRC

**Production Casing** 

Hole Size: <u>8-3/4</u>"

Casing Size: 5-1/2"

Cemented with: 3,562 sx.

or 5,465

Top of Cement: 3,675'

Method Determined: CBL

Total Depth: <u>21,350' MD / 10,539' TVD</u>

**Injection Interval** 

11,072' MD / 10,649' TVD - perforated  $_{feet}$   $_{to}$  21,198' MD / 10,543' TVD - perforated

(Perforated or Open Hole; indicate which)

29

2BS Perfs @ 11,072' - 21,198'

5 1/2" CSA 21,350' TOC 3,675' (CBL)

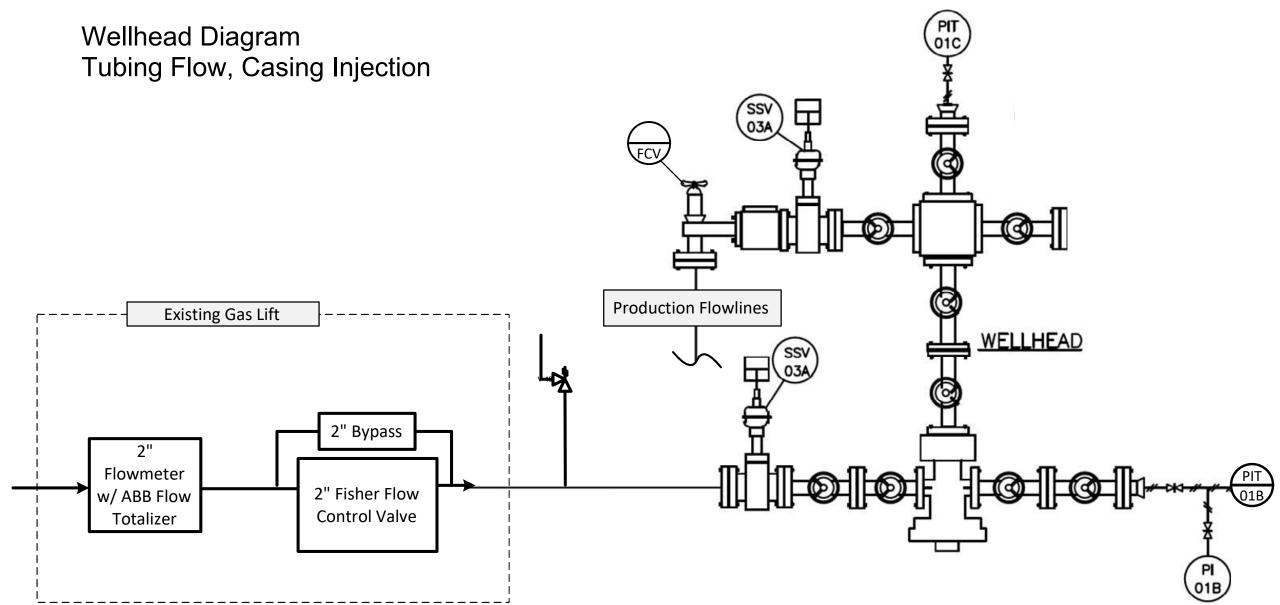
Tub	Tubing Size: 2-7/8" Lining Material: UNLINED								
Тур	Γype of Packer: AS1-X								
Pac	Packer Setting Depth: 10,561' MD / 10,379' TVD								
Oth	Other Type of Tubing/Casing Seal (if applicable): N/A								
	Additional Data								
1.	1. Is this a new well drilled for injection?Yes XNo								
	If no, for what purpose was the well originally drilled?OIL PRODUCER								
2.	2. Name of the Injection Formation: 2ND BONE SPRING								
3.	3. Name of Field or Pool (if applicable): BILBREY BASIN BONESPRING, SOUTH								
4.	4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNO								
5.	5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:								
	OVERLYING- FIRST BONE SPRING								
	UNDERLYING- THIRD BONE SPRING								

Received by OCD: 6/30/2023/4248536PM

## Max Allowable Surface Pressure (MASP) Table

ARMO	Wellware	Proposedi	Pressure Muse Juffer	Average Surface	Pressure Psill	proposed proposed	And why the chole	Rate	in Depth Lind	on Lines Burst Pesh dercent	TOP	Static 85 8 June 1 But 1 8 1 But 1 B	Depth It I do	Salti Cas	Pressure Gradie	Pating Presult	Andros atic as a pating lead to be said to b
30-025-46474	LOST TANK 30-19 FEDERAL COM 1H	1,300	111	1,300	3	4	9,829	0.468	12,640	47%	9,829	0.132	9,829	0.200	0.650	51%	
30-015-48595	TOP SPOT 12_13 FED COM 11H	1,300	360	1,300	3	4	9,005	0.468	12,640	44%	9,005	0.144	9,005	0.200	0.650	53%	
30-015-48594	TOP SPOT 12_13 FED COM 1H	1,300	670	1,300	3	4	9,853	0.468	12,640	47%	9,853	0.132	9,853	0.200	0.650	51%	
30-015-47771	TOP SPOT 12_13 FED COM 21H	1,300	850	1,300	3	4	10,319	0.468	12,640	48%	10,319	0.126	10,319	0.200	0.650	50%	
30-025-48282	DR PI FEDERAL UNIT 17 8 DA 21H	1,300	179	1,300	3	4	10,600	0.468	12,640	50%	10,600	0.123	10,600	0.200	0.650	50%	
30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H	1,300	308	1,300	3	4	10,584	0.468	12,640	49%	10,584	0.123	10,584	0.200	0.650	50%	
30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H	1,300	190	1,300	3	4	10,698	0.468	12,640	50%	10,698	0.122	10,698	0.200	0.650	49%	
30-025-48950	DR PI FEDERAL UNIT 17 8 DA 26H	1,300	185	1,300	3	4	10,645	0.468	12,640	50%	10,645	0.122	10,645	0.200	0.650	50%	
	Column	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	
	Calculation									(1+6*7)/8		= 1/10				= (1+12*13) /(12/14)	

Received by OCD: 6/30/2023/4348336PM



## KEY

SSV – Safety Shutdown Valve
PI – Pressure Indicator
PIT – Pressure Indicating Transmitter
FCV- Flow Control Valve

## Mechanical Integrity Test (MIT) Summary Table

			MIT #1
API10	Well Name	Date	Surface Pressure [psi]
30-025-46474	LOST TANK 30-19 FEDERAL COM 1H	12/28/2019	9800
30-015-48595	TOP SPOT 12_13 FED COM 11H	4/10/2023	9800
30-015-48594	TOP SPOT 12_13 FED COM 1H	4/7/2023	9800
30-015-47771	TOP SPOT 12_13 FED COM 21H	4/9/2023	9800
30-025-48282	DR PI FEDERAL UNIT 17 8 DA 21H	12/12/2022	6000
30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H	12/12/2022	6000
30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H	11/29/2022	6000
30-025-48950	DR PI FEDERAL UNIT 17 8 DA 26H	11/30/2022	6000

## Gas Source Well List

WELL	API
TOP SPOT 12_13 FED COM 1H	30-015-48594
TOP SPOT 12_13 FED COM 11H	30-015-48595
TOP SPOT 12_13 FED COM 21H	30-015-47771
TOP SPOT 12_13 FED COM 31H	30-015-48597
TOP SPOT 12_13 FED COM 32H	30-015-48596
TOP SPOT 12_13 FED COM 34H	30-015-47949
TOP SPOT 12_13 FED COM 35H	30-015-47887
TOP SPOT 12_13 FED COM 311H	30-015-47627
TOP SPOT 12_13 FED COM 312H	30-015-47626
TOP SPOT 12_13 FED COM 313H	30-015-47625
Lost Tank 30-19 FEDERAL COM #001H	30-025-46474
Lost Tank 30-19 FEDERAL COM #031H	30-025-45182
DR PI FEDERAL UNIT 17_8 021H	30-025-48282
DR PI FEDERAL UNIT 17_8 023H	30-025-48947
DR PI FEDERAL UNIT 17_8 025H	30-025-48949
DR PI FEDERAL UNIT 17_8 026H	30-025-48950
DR PI FEDERAL UNIT 17_8 031H	30-025-49147
DR PI FEDERAL UNIT 17_8 032H	30-025-49148
DR PI FEDERAL UNIT 17_8 034H	30-025-48951
DR PI FEDERAL UNIT 17_8 035H	30-025-48952
DR PI FEDERAL UNIT 17_8 311H	30-025-49152
DR PI FEDERAL UNIT 17_8 312H	30-025-48955
DR PI FEDERAL UNIT 17_8 313H	30-025-48956
DR PI FEDERAL UNIT 18-7 021H	30-025-47835
DR PI FEDERAL UNIT 18-7 023H	30-025-48158
DR PI FEDERAL UNIT 18-7 025H	30-025-48159
DR PI FEDERAL UNIT 18-7 026H	30-025-47868
DR PI FEDERAL UNIT 18-7 031H	30-025-48160
DR PI FEDERAL UNIT 18-7 032H	30-025-48024
DR PI FEDERAL UNIT 18-7 034H	30-025-48025
DR PI FEDERAL UNIT 18-7 311H	30-025-48166
DR PI FEDERAL UNIT 18-7 312H	30-025-48167
DR PI FEDERAL UNIT 18-7 313H	30-025-48168

## Lost Tank Gas Analysis Summary 5/29/2023

- The future system will sell gas to only Mark West.
- Central Tank Batteries (CTBs)
  - o In the future system, all wells will produce fluids to the Lost Tank 18 CTB.
  - See Gas Source Well List for list of wells.
- Centralized Gas Lift Compressors (CGLs)
  - All low-pressure gas lines connect to the Lost Tank 25 CGL Station and Lost Tank 13 CGL Station.
  - o CGLs increase pressure from ~70 psig to ~1250 psig.
- Gas analysis is provided for:
  - o Injection gas
  - o Avalon production
  - o First Bone Spring production
  - o Second Bone Spring production

Placeholder page

## AVL GAS SAMPLEA

## Natural Gas Analysis Report GPA 2172-09/API 14.5 Report with GPA 2145-16 Physical Properties

	Sample Information
Sample Name	LOST TANK 30 CTB TEST 2
Technician	ANTHONY DOMINGUEZ
Analyzer Make & Model	INFICON MICRO GC
Last Calibration/Validation Date	03-09-2023
Meter Number	16102T
Air temperature	71
Flow Rate (MCF/Day)	2084.5
Heat Tracing	HEATED HOSE & GASIFIER
Sample description/mtr name	LOST TANK 30 CTB TEST 2
Sampling Method	FILL & EMPTY
Operator	OCCIDENTAL PETROLEUM
State	NEW MEXICO
Region Name	PERMIAN_RESOURCES
Asset	NEW MEXICO
System	EAST
FLOC	OP-L2113-WELLS-WPI-0000002
Sample Sub Type	PRODUCTION
Sample Name Type	WELL
Vendor	AKM MEASUREMENT
Cylinder #	2565
Sampled by	JONATHAN ALDRICH
Sample date	3-9-2023
Analyzed date	3-15-2023
Method Name	C9
Injection Date	2023-03-15 10:40:12
Report Date	2023-03-15 10:44:08
EZReporter Configuration File	1-16-2023 OXY GPA C9+ H2S #2.cfgx
Source Data File	84603ae5-1307-447f-bf55-bb249ae70b35
NGA Phys. Property Data Source	GPA Standard 2145-16 (FPS)
Data Source	INFICON Fusion Connector

### **Component Results**

Component Name	Peak Area	Raw Amount	Response Factor	Norm Mole%	Gross HV (Dry) (BTU / Ideal cu.ft.)	Relative Gas Density (Dry)	GPM (Dry) (Gal. / 1000 cu.ft.)	
Nitrogen	62776.9	3.5566	0.00005665	3.5612	0.0	0.03444	0.393	
Methane	979781.4	71.6914	0.00007317	71.7849	726.7	0.39762	12.214	
CO2	86902.0	4.0993	0.00004717	4.1046	0.0	0.06237	0.703	
Ethane	234907.0	10.7253	0.00004566	10.7393	190.5	0.11150	2.882	
H2S	0.0	0.0000	0.00000000	0.0000	0.0	0.00000	0.000	
Propane	171723.7	5.6043	0.00003264	5.6116	141.5	0.08544	1.552	
iso-butane	65169.3	0.7266	0.00001115	0.7276	23.7	0.01460	0.239	
n-Butane	171811.5	1.8962	0.00001104	1.8987	62.1	0.03810	0.601	
iso-pentane	42512.5	0.4123	0.00000970	0.4129	16.6	0.01029	0.152	
n-Pentane	49913.5	0.4722	0.00000946	0.4728	19.0	0.01178	0.172	
hexanes	39197.0	0.2967	0.00000757	0.2971	14.2	0.00884	0.123	
heptanes	38251.0	0.2364	0.00000618	0.2367	13.1	0.00819	0.110	
octanes	22918.0	0.1245	0.00000543	0.1247	7.8	0.00492	0.064	
nonanes+	6310.0	0.0279	0.00000442	0.0279	2.0	0.00124	0.016	
Total:		99.8696		100.0000	1217.1	0.78931	19.219	

### **Results Summary**

Result	Dry	Sat.
Total Un-Normalized Mole%	99.8696	
Pressure Base (psia)	14.730	
Temperature Base (Deg. F)	60.00	
Flowing Temperature (Deg. F)	81.0	
eleased to Imaging: 6/3/0/2023 4:50:14	<b>PM</b> 95.0	

Rece	ived by OCD: 6/30/2023/4248536PM	Dry	Sat.	Page 51 of 12
	Gross Heating Value (BTU / Ideal cu.ft.)	1217.1	1195.9	
	Gross Heating Value (BTU / Real cu.ft.)	1221.8	1201.0	
	Relative Density (G), Real	0.7920	0.7894	

## **Monitored Parameter Report**

Parameter	Value	Lower Limit	Upper Limit	Status	
Total un-normalized amount	99.8696	97.0000	103.0000	Pass	

## Natural Gas Analysis Report GPA 2172-09/API 14.5 Report with GPA 2145-16 Physical Properties

	1.
	Sample Information
Sample Name	DR PI FEDERAL UNIT 17-8 DA 21H
Technician	ANTHONY DOMINGUEZ
Analyzer Make & Model	INFICON MICRO GC
Last Calibration/Validation Date	03-16-2023
Meter Number	16402T
Air temperature	46
Flow Rate (MCF/Day)	1158.7
Heat Tracing	HEATED HOSE & GASIFIER
Sample description/mtr name	DR PI FEDERAL UNIT 17-8 DA 21H
Sampling Method	FILL & EMPTY
Operator	OCCIDENTAL PETROLEUM
State	NEW MEXICO
Region Name	PERMIAN_RESOURCES
Asset	NEW MEXICO
System	DR PI
FLOC	OP-L2254-WELLS-WPI-0000008
Sample Sub Type	PRODUCTION
Sample Name Type	WELL
Vendor	AKM MEASUREMENT
Cylinder #	27956
Sampled by	CHANDLER MONTGOMERY
Sample date	3-15-2023
Analyzed date	3-16-2023
Method Name	C9
Injection Date	2023-03-16 09:56:29
Report Date	2023-03-16 10:00:37
EZReporter Configuration File	1-16-2023 OXY GPA C9+ H2S #2.cfgx
Source Data File	58dc901f-69e9-46db-b05e-05b3668a0b87
NGA Phys. Property Data Source	GPA Standard 2145-16 (FPS)
Data Source	INFICON Fusion Connector

### **Component Results**

Component Name	Peak Area	Raw Amount	Response Factor	Norm Mole%	Gross HV (Dry) (BTU / Ideal cu.ft.)	Relative Gas Density (Dry)	GPM (Dry) (Gal. / 1000 cu.ft.)	
Nitrogen	29954.0	1.6992	0.00005673	1.6942	0.0	0.01639	0.187	
Methane	993778.5	72.8737	0.00007333	72.6584	735.5	0.40245	12.364	
CO2	9979.5	0.4591	0.00004601	0.4578	0.0	0.00696	0.078	
Ethane	314679.1	14.4287	0.00004585	14.3861	255.2	0.14936	3.862	
H2S	0.0	0.0000	0.00000000	0.0000	0.0	0.00000	0.000	
Propane	215313.9	7.0179	0.00003259	6.9972	176.5	0.10653	1.935	
iso-butane	72379.5	0.8038	0.00001111	0.8014	26.1	0.01608	0.263	
n-Butane	177984.6	1.9607	0.00001102	1.9549	63.9	0.03923	0.619	
iso-pentane	34263.0	0.3331	0.00000972	0.3321	13.3	0.00827	0.122	
n-Pentane	36266.6	0.3451	0.00000952	0.3441	13.8	0.00857	0.125	
hexanes	21440.0	0.1650	0.00000770	0.1645	7.8	0.00489	0.068	
heptanes	20830.0	0.1336	0.00000641	0.1332	7.3	0.00461	0.062	
octanes	10287.0	0.0603	0.00000587	0.0602	3.8	0.00237	0.031	
nonanes+	2583.0	0.0159	0.00000617	0.0159	1.1	0.00070	0.009	
Total:		100.2962		100.0000	1304.5	0.76643	19.725	

### **Results Summary**

Result	Dry	Sat.
Total Un-Normalized Mole%	100.2962	
Pressure Base (psia)	14.730	
Temperature Base (Deg. F)	60.00	
Flowing Temperature (Deg. F)	65.9	
eleased to Imaging 6/30/2023 4:50:144	<b>PM</b> 149.7	

Rece	ived by OCD: 6/30/2023/4248536PM	Dry	Sat.	Page 53 of 1
	Gross Heating Value (BTU / Ideal cu.ft.)	1304.5	1281.7	
	Gross Heating Value (BTU / Real cu.ft.)	1309.7	1287.4	
	Relative Density (G), Real	0.7692	0.7670	

## **Monitored Parameter Report**

Parameter	Value	Lower Limit	Upper Limit	Status	
Total un-normalized amount	100.2962	97.0000	103.0000	Pass	



## Certificate of Analysis

Number: 6030-23030403-001A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Chandler Montgomery Occidental Petroleum 1502 W Commerce Dr. Carlsbad, NM 88220 Apr. 04, 2023

Field: PERMIAN\_RESOURCES Sampled By: Raul Salazar
Station Name: Lost Tank 13 Boo Outlet B Sample Of: Gas Spot
Station Number: 16399C Sample Date: 03/27/2023 08:24

Station Location: OP-DELNE-CS002 Sample Conditions: 1230 psig, @ 104.2 °F Ambient: 42 °F

 Sample Point:
 Meter
 Effective Date:
 03/27/2023 08:24

 Formation:
 NEW\_MEXICO
 Method:
 GPA-2261M

 County:
 Cylinder No:
 1111-008083

County: Cylinder No: 1111-008083
Type of Sample: Spot-Cylinder Instrument: 70104251 (Inficon GC-MicroFusion)

Heat Trace Used: N/A Last Inst. Cal.: 04/03/2023 0:00 AM

Sampling Method: Fill and Purge Analyzed: 04/04/2023 12:27:12 by EBH Sampling Company: :SPL

Analytical Data

			triary tice	ii Data		
Components	Un-normalized Mol %	Mol. %	Wt. %	GPM at 14.65 psia		
Nitrogen	1.019	1.018	1.170		GPM TOTAL C2+	8.807
Methane	68.255	68.172	44.862		GPM TOTAL C3+	4.921
Carbon Dioxide	0.240	0.240	0.433		GPM TOTAL iC5+	1.057
Ethane	14.558	14.540	17.934	3.886		
Propane	8.768	8.757	15.840	2.411		
Iso-butane	1.221	1.220	2.909	0.399		
n-Butane	3.349	3.345	7.975	1.054		
Iso-pentane	0.798	0.797	2.359	0.291		
n-Pentane	0.913	0.912	2.699	0.330		
Hexanes Plus	1.000	0.999	3.819	0.436		
	100.121	100.000	100.000	8.807		
Calculated Physica	al Properties	To	otal	C6+		
Relative Density Rea	al Gas	0.8	456	3.2176		
Calculated Molecula	ır Weight	24	.38	93.19		
Compressibility Fact	tor	0.9	950			
<b>GPA 2172 Calculat</b>	ion:					
<b>Calculated Gross E</b>	BTU per ft <sup>3</sup> @ 14.65 p	sia & 60°F				
Real Gas Dry BTU		14	437	5113		
Water Sat. Gas Base BTU		14	413	5024		
Ideal, Gross HV - Dry at 14.65 psia		143	30.2	5113.2		
Ideal, Gross HV - W	et	140	5.2	5023.7		
Net BTU Dry Gas - r	eal gas		309			
Net BTU Wet Gas -	real gas	1:	286			

Bulg &

Hydrocarbon Laboratory Manager

Quality Assurance: The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.

## **Existing Corrosion Prevention Plan**

- Produced gas is processed through a gas dehydration unit to remove water.
- Corrosion inhibitor is added to the system downstream of the gas dehydration unit.
- Fluid samples are taken regularly and checked for Fe, Mn, and residual corrosion inhibitor in produced fluids.
- Continuously monitor and adjust the chemical treatment over the life of the well.

# Oxy will continue the existing corrosion prevention plan in place for the gas lift system due to the similar nature of gas storage operations.

- Fluid samples will be taken prior to injection to establish a baseline for analysis.
- After a storage event, fluid samples will be taken to check for Fe, Mn, and residual corrosion inhibitor in the produced fluids.
- Continuously monitor and adjust the chemical treatment over the life of the project.



# NM GAS STORAGE OPERATIONAL PLAN

## **Operational Plan**

### WELLSITE CLGC

Oxy USA Inc. (Oxy) will monitor the following items on each Closed Loop Gas Capture (CLGC) well via SCADA system:

- Injection flow rate and volume
  - Instantaneous Rate
  - Total Injected by Day (volume)
- Tubing Pressure
- Casing Pressure
- Bradenhead Pressures
- Safety devices
  - Pressure kills have an automated kill sequence that is initiated by SCADA system readings.
  - o Injection pressure kills on production stream for injection
  - Relief Valves for both production and gas storage/injection streams to prevent overpressure (not monitored via SCADA other than pressure trend)
  - o Control of injection rate and pressures via control valve at each well injection stream
  - Control of production stream via automated choke valves to ensure controlled production and prevent over pressurization of flowline

## **CENTRAL TANK BATTERY (CTB)**

Oxy will monitor the following items at each CTB via SCADA system:

- Production Rates
  - o Oil
  - o Gas
  - o Water
- Safety devices
  - o Flares at CTBs
  - o Injection pressure kills on production/gas storage stream for injection
  - Emergency Shutdown (ESD) of wells that are local and remote for automatic shut downs to safe the system
  - o Control of injection rate and pressures via control valve at each well injection stream

## CENTRAL GAS LIFT (CGL) COMPRESSOR(S)

Oxy will monitor the following items on each Central Gas Lift (CGL) Compressor Station via SCADA system:

- Safety devices
  - o Discharge/injection pressure kills of each compressor and for the station
  - Relief Valves on 3<sup>rd</sup> stage of compressors, to prevent over pressurization (not monitored via SCADA other than pressure trend)
  - Station recycle valves (that recycle discharge pressure back to suction) if the pressure is getting too high for the compressor or station. (not all control valves are capable of

remote monitoring of valve position; but still monitored in some sense of the pressure trend for the station)

## SUPERVISORY CONTROL AND DATA ACQUISTION (SCADA)

Oxy SCADA system consists of PLCs at each CTB, Wellsite, and Central Gas Lift compressor or station.

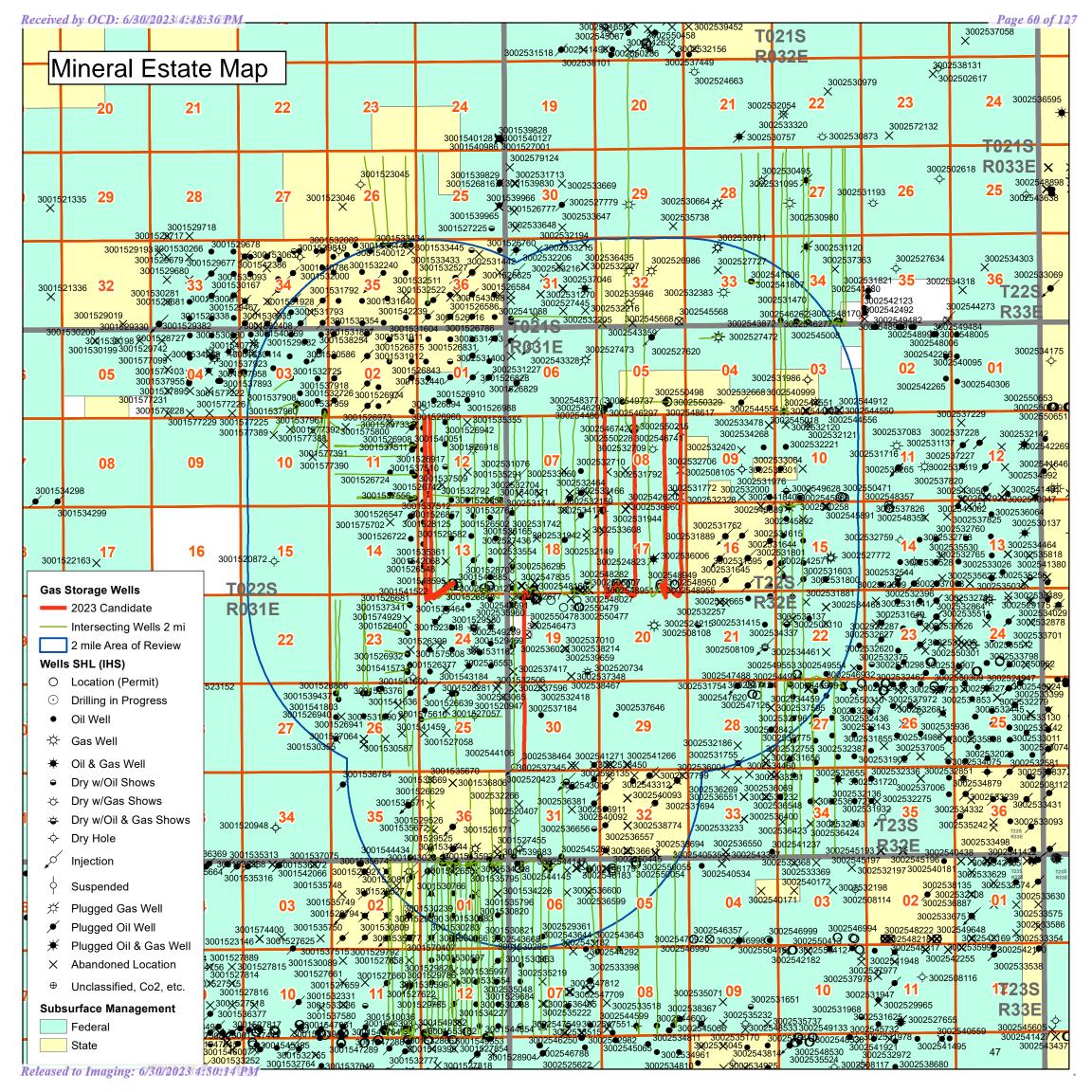
- The Programmable Logic Controller (PLCs) will take action immediately (within seconds or minutes) as programmed to automatically safe the system as required; for the system and certain device shut down(s).
- The High Alarms and High-High Alarms will be logged and registered in the SCADA system. Also the call center will take the High Alarm and make the physical phone call notification to the production techs to acknowledge the alarm & take action.

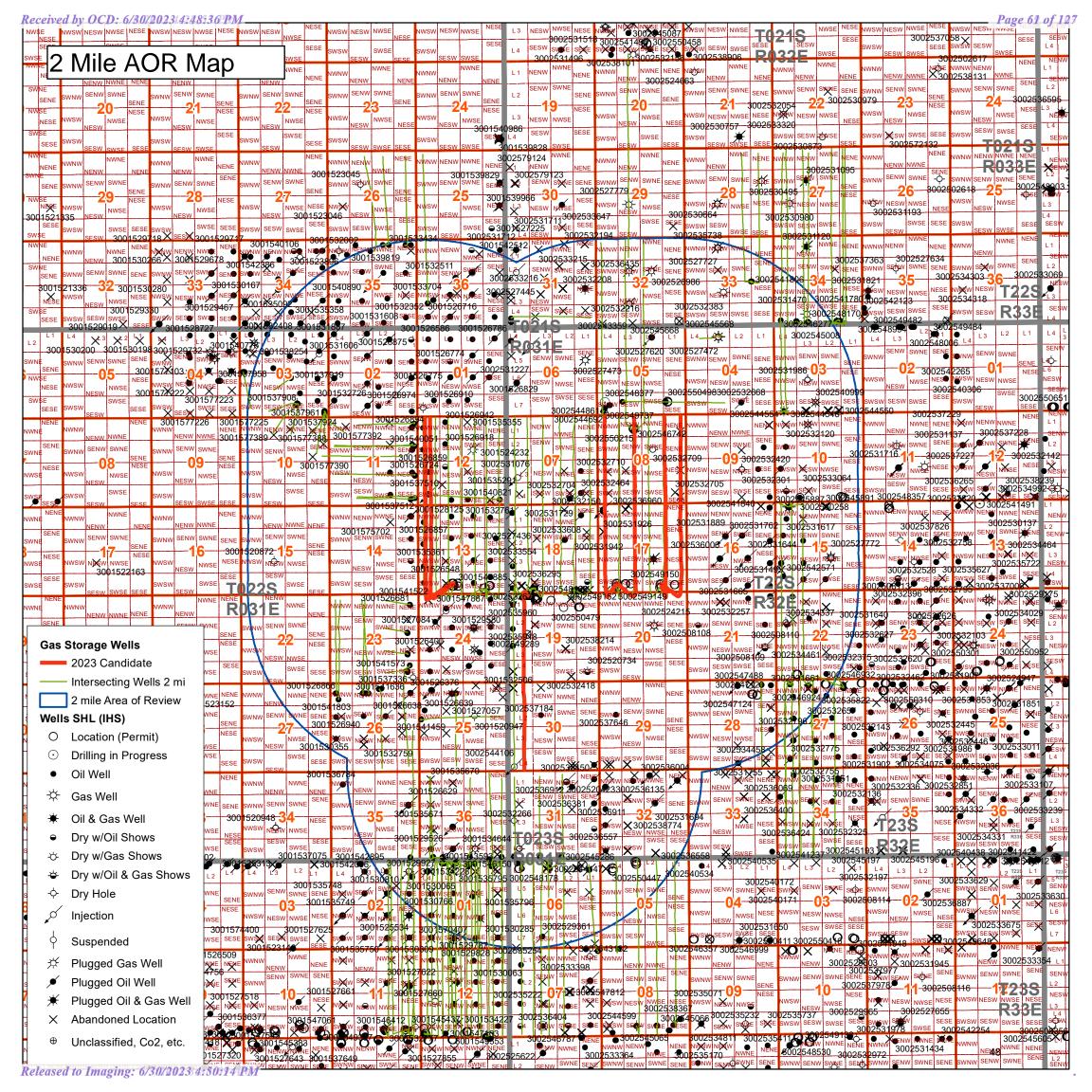
## **ENVIRONMENTAL/SPILL RESPONSE**

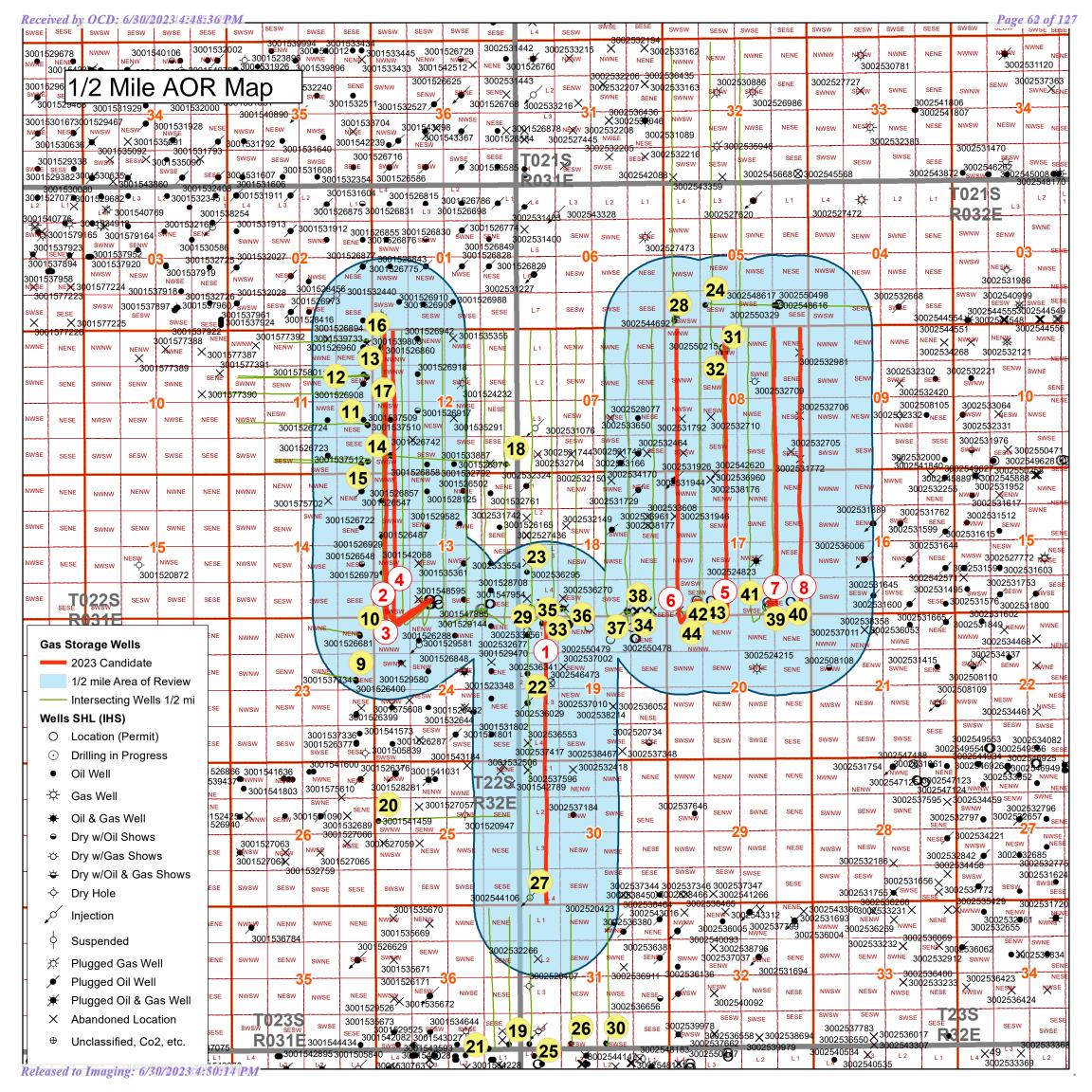
Oxy will report and track any spill recordable or non-recordable via our CDR system

- Any spill or gas release will be reported by operations calling in to our Call Center to make the
  report of spill/release. The fluid type and release amount will be disclosed along with location
  details; and if it's a recordable or non-recordable spill.
- Liquids will be contained and isolated and vacuum trucks will be called in to recover the liquid and will also report the amount of liquid recovered on the same CDR spill form.
  - Additional reclamation will be coordinated to ensure proper recovery of contaminated soil and liquid.









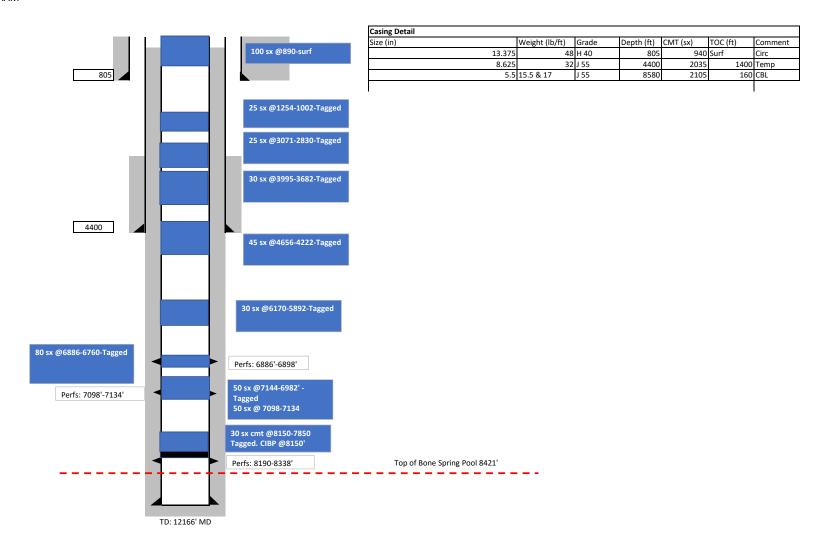
## 1/2 Mile AOR Table

Well ID API NUMBER Current Operator	LEASE NAME	WELL NUMBE	Well	Status:	Footages N/S N/S	Footages E/W E/W	Surface Location Unit		ı		Measured Depth [ft]	HOI E SIZE	CSG SIZE	FT AT C	SX CMT C		OC Hove	v  Current Completion [ft]	Comment Current Producing Pool
1 30-025-46474 OXY USA INC	LOST TANK 30 19 FEDERAL COM		Oil	New Drill		1235 W	D	19 22S 32E	11/23/2019	9874		17.5	13.375	900	1150	Surf	Circ		[97366] BILBREY BASIN; BONE SPRING, SOU
												12.25 8.5		6569 20262	3313 2749		Circ CBL		
2 30-015-48595 OXY USA INC	TOP SPOT 12_13 FED COM	11H	Oil	New Drill	653 S	2022 W	N	13 22S 32E	11/1/2022	9035	19957	17.5 12.25		874 4545	1090 1400		Circ Circ	9571-19938	[97366] BILBREY BASIN; BONE SPRING, SOU
												8.75	7.625	8694	*565	TBD	TBD		
3 30-015-48594 OXY USA INC	TOP SPOT 12_13 FED COM	1H	Oil	New Drill	653 S	2087 W	N	13 22S 32E	10/30/2022	9817	7 20665	6.75 17.5	5.5 13.375	19957 871	848 1090		CBL Circ	10287-20468	[97366] BILBREY BASIN; BONE SPRING, SOU
												12.25 8.75		4576 9246	1314 *617		Circ TBD		
												6.75		20665	822		CBL		
4 30-015-47771 OXY USA INC	TOP SPOT 12_13 FED COM	21H	Oil	New Drill	653 S	2052 W	N	13 22S 32E	11/1/2022	10387	7 21134	17.5 12.25	13.375 9.625	905 4564	1090 1314		Circ Circ	10790-20934	[97366] BILBREY BASIN; BONE SPRING, SOU
												8.75	7.625	9745	*653	TBD	TBD		
5 30-025-48282 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	21H	Oil	New Drill	530 S	1075 W	M	17 22S 32E	10/8/2022	10638	3 21220	6.75 17.5		21134 928	849 1519		CBL	10852-21078	[97366] BILBREY BASIN; BONE SPRING, SOU
												12.25 8.75		6495 21220	1403 3386	Surf	Circ CBL		
6 30-025-48947 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	023H	Oil	Active	530 S	1145 W	M	17 22S 32E	10/10/2022	10594	1 21338	17.5	13.375	926	1150		Circ	10966-21192	[97366] BILBREY BASIN; BONE SPRING, SOU
												12.25 8.75		6545 21318	1499 3381		Circ CBL		
7 30-025-48949 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	025H	Oil	New Drill	455 S	1565 E	0	17 22S 32E	9/25/2022	10635	21342	13.375	903	903	1130	Surf	Circ	11072-21198	[97366] BILBREY BASIN; BONE SPRING, SOU
												12.25 8.75	9.625 5.500	6579 21342	1761 3373		Circ CBL		
8 30-025-48950 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	026H	Oil	Active	455 S	1530 E	0	17 22S 32E	9/26/2022	10538	3 21370	17.5	13.375	896	1130	Surf	Circ	11072-21198	[97366] BILBREY BASIN; BONE SPRING, SOU
												12.25 8.75		6586 21350	1383 3562		Circ CBL		
9 30-015-37334 OXY USA INC	FEDERAL 23	009	Oil	Active	2261 N	656 E	Н	23 22S 31E	1/10/2010	8363	8629	14.750 10.625	11.750 8.625	846 4238	330 1150		Circ Circ	8267-8518	[39360] LIVINGSTON RIDGE; DELAWARE
												7.875		8632	1590		Circ		
10 30-015-37341 OXY USA INC	FEDERAL 23	016	Oil	Active	612 N	509 E	Α	23 22S 31E	1/21/2010	8376	8690	14.750 10.625		857 4266	600 1150		Circ Circ	8306-8380	[39360] LIVINGSTON RIDGE; DELAWARE
												7.875	5.500	8690	1528	Surf	Circ		
11 30-015-37509 EOG RESOURCES INC	MARTHA AIK FEDERAL	010H	Oil	Active	1780 S	178 E	I	11 22S 31E	9/21/2012	7984	1 12526	26.000 17.500	20.000 13.375	40 859	135 760		Circ Circ	8410-12440	[39360] LIVINGSTON RIDGE; DELAWARE
												12.250	9.625	4562	1370	Surf	Circ		
												8.750 6.125		7420 12520	825 400		Circ CBL		
12 30-015-37510 EOG RESOURCES INC	MARTHA AIK FEDERAL	011H	Oil	Active	1780 S	200 E	I	11 22S 31E	9/21/2012	7045	11498			40	5 yds redi-mix	Surf	Circ	7353-11405	[39360] LIVINGSTON RIDGE; DELAWARE
												17.500 12.250	13.375 9.625	835 4366	680 1260		Circ Circ		
13 30-015-37511 EOG RESOURCES INC	MARTHA AIK FEDERAL	013H	Oil	Active	1650 N	330 E	Н	11 22S 31E	8/15/2010	12600	12600	8.500 17.500		11498 835	2230 750		CBL Circ	8828-12515	[39360] LIVINGSTON RIDGE; DELAWARE
13 30-013-3/311 EOG RESOURCES INC	WANTIA AIR I EDENAL	01311	Oii	Active	1030 N	330 L	"	11 223 311	8/13/2010	12000	12000	12.240	9.625	4325	1360	Surf	Circ	8820-12313	[33300] EIVINGSTON NIDGE, DELAWARE
14 30-015-37512 EOG RESOURCES INC	MARTHA AIK FEDERAL	009	Oil	Active	430 S	200 E	P	11 22S 31E	11/7/2012	9	9 11456	8.750 17.500	5.500 13.375	12600 802	2650 760		Temp Circ	8606-11397	[39360] LIVINGSTON RIDGE; DELAWARE
							•		, , ,	_		12.250	9.625	4545	1140	Surf	Circ		[=====]
												8.750 6.125	7.000 4.500	7450 11456	1410 330		Circ Calc		
15 30-015-37556 EOG RESOURCES INC	MARTHA AIK FEDERAL	014H	Oil	Active	430 S	178 E	Р	11 22S 31E	11/7/2012	7019	10330			862	760		Circ	7456-10281	[39360] LIVINGSTON RIDGE; DELAWARE
												12.250 8.750	9.625 7.000	4499 7439	1170 785		Circ Circ		
16 30-015-39733 EOG RESOURCES INC	MARTHA AIK FEDERAL	008H	Oil	Active	430 N	200 E	A	11 22S 31E	10/1/2013	8827	7 11475	6.125 17.500		10330 714	259 630		CBL Circ	8543-11420	[39360] LIVINGSTON RIDGE; DELAWARE
10 30-013-33733 EOG RESOURCES INC	WANTIA AIKT EDERAL	00011	Oii	Active	430 N	200 L		11 225 511	10/1/2013	0027	11475	12.250	9.625	4449	1030	Surf	Circ	0343-11420	[55500] EMMOSTON NIDGE, DEEAWARE
												8.750	7.000 4.500	7700 11470	950 290		Circ CBL		
17 30-015-40051 EOG RESOURCES INC	MARTHA AIK FEDERAL	007H	Oil	Active	1750 N	200 E	Н	11 22S 31E	10/29/2013	7966	5 12560		20.000	40	5.8 yds redi-mix	Surf	Circ	8378-12508	[39360] LIVINGSTON RIDGE; DELAWARE
												17.500 12.250		729 4406	650 1440		Circ Circ		
												8.750 6.125	7.000 4.500	7431 12560	965 390		Circ CBL		
18 30-015-40821 OXY USA INC	FEDERAL 12	014H	Oil	Active	330 S	405 E	Р	12 22S 31E	1/3/2013	10414	14704		11.75	892	620		Circ	10870-14530	[96403] WILDCAT; BONE SPRING
												10.625 7.875	8.625 5.500	4500 14694	1260 1880		Circ Circ	DVT @6430	
19 30-015-41038 COG OPERATING LLC	BULTACO STATE	001H	Oil	Active	190 S	330 E	Р	36 22S 31E	8/23/2014	10270	14764	17.500	13.375	749	590	Surf	Circ	10498-14575	[39350] LIVINGSTON RIDGE; BONE SPRING
												12.250 8.750	9.625 5.500	4535 14725	1340 2780		Circ Circ		
20 30-015-41459 OXY USA INC	NEFF 25 FEDERAL	009H	Oil	Active	2160 N	150 W	E	25 22S 31E	8/31/2013	10214	14635	14.750	11.750	828	600	Surf	Circ	10440-14480	[39350] LIVINGSTON RIDGE; BONE SPRING
												10.625 7.875		4455 14632	1280 1630		Circ Circ		
21 30-015-43670 COG OPERATING LLC	BULTACO STATE	003H	Oil	Active	5 S	1090 E	Р	36 22S 31E	10/12/2016	10440	15447	17.500		775	675		Circ	10641-15112	[39350] LIVINGSTON RIDGE; BONE SPRING
												12.250 8.750	9.625 5.500	4580 15408	1300 2450		Circ Circ		
22 30-025-36029 OXY USA INC	LIVINGSTON RIDGE 19 FEDERAL	003	Oil	PA	2150 S	330 W	L	19 22S 32E	6/14/2003	8580	8580	17.500 11.000		805 4400	940 2035		CIRC TS	NA	NA
												7.875		8580	2105		CBL		
23 30-025-36295 OXY USA INC	LIVINGSTON RIDGE 18 FEDERAL	006	Oil	Active	1650 S	330 W	L	18 22S 32E	7/4/2003	8590	8590	17.500 11.000		842 4418	940 1500		Circ Circ	7058-8264	[39366] LIVINGSTON RIDGE; DELAWARE, EA
												7.875	5.500	8590	2160	Surf	Circ		
24 30-025-40987 Permian Resources Operating, LLC	BILBREY BASIN 5 STATE COM	001H	Oil	Active	790 S	1520 W	N	5 22S 32E	6/26/2013	10560	16227	17.500 12.250		805 4575	790 1379		Circ Circ	10700-16048	[5695] BILBREY BASIN; BONE SPRING
2E 20 02E 4402C MATADOR REQUISION CONSTI	V E III//IN/CCT/ON 34 FEDERAL	00611	O:I	A a+:	100.0	220 14	N.4	24 225 225	11/20/2011	10227	7 14802	8.750	5.500	16227	2680	2620	Calc		[53800] SAND DUNES; BONE SPRING
25 30-025-41926 MATADOR PRODUCTION COMPAN	Y E LIVINGSTON 31 FEDERAL	006H	Oil	Active	190 S	330 W	М	31 22S 32E	11/29/2014	10227	14802	12.250	9.625	840 5085	650 1350	Surf	Circ Circ	11010-14640	[53800] SAND DUNES; BUNE SPRING
26 30-025-42975 MATADOR PRODUCTION COMPAN	Y F IIIVINGSTON 21 EEDERAL	007H	Oil	Active	190 S	1862 W	N	31 22S 32E	1/5/2016	10202	2 14918	7.875	5.500	14788 880	2400 409	160	Calc Circ	10842-14770	[53800] SAND DUNES; BONE SPRING
20 30 025 42575 WIATADON FRODUCTION COMPAN	. LEWINGSTON STILDERAL	50711	Oii	ACTIVE	130 3	1002 W	14	31 223 32E	1/3/2010	10232	_ 14310	12.250	9.625	4561	1075	Surf	Circ		[JJOOO] JANU DONEJ, BUNE JENNING
27 30-025-44106 NGL WATER SOLUTIONS PERMIAN,	LLC DEEP PURPLE SWD	001	Salt Wa	ater Active	270 S	380 W	M	30 22S 32E	10/26/2017	17673	3 17673	7.875 26		14918 851	1685 1480		Circ Circ	DV Tool at 6493 16975-18135	[97869] SWD; DEVONIAN-SILURIAN
			Juil VV		2,03	300 W		JU 220 J2L	-0, 20, 201/	1,0/3	1,0/3	17.5	13.375	4528	2580	Surf	Circ		[57005] STO, BEVORINI SILONIAN
												12.25 9.625		11807 11807	2180 2180		Circ Calc		
	0								= *** **			8.5	7.625	16313	390	11524	Calc		
28 30-025-44692 Permian Resources Operating, LLC	CHEDDAR 3BS FEDERAL COM	001H	Oil	Active	244 S	370 W	M	5 22S 32E	5/19/2018	11672	2 21669	17.500	13.375	728	655	Surf	Circ	11945-21595	[5695] BILBREY BASIN; BONE SPRING

Page 64 of 127

													12.250	9.625			555 Sur					
													8.500	5.500	21661		170 704		lc			
29 30-025-45182 OXY USA INC	LOST TANK 30 19 FEDERAL COM	031H	Oil	Active	240 N	880 W	D	19 22S	32E	9/13/2018	11965	22338	17.5	13.375	875		150 Sur		rc 12	094-22048	[982	296] WC-025 G-09 S223219D; WOLFCAMF
													12.250	9.875	6493		495 Sur		rc			
													8.500	7.625			210 400					
													6.750	5.500	22323		715 27					
30 30-025-45286 MATADOR PRODUCTION COMPANY	E LIVINGSTON 31 FEDERAL	H800	Oil	Active	190 S	2310 E	0	31 22S	32E	1/19/2019	10274	15011	17.500	13.375	873		810 Sur			500-14855	[538	300] SAND DUNES; BONE SPRING
													12.250	9.625	4532		510 Sur					
													8.750	5.500	15011	L 2.	585 420	4 Ca		/ Tool @6524		
31 30-025-46742 Permian Resources Operating, LLC	MOZZARELLA FEDERAL COM	602H	Oil	Active	954 N	2159 W	С	8 22S	32E	4/20/2021	11687	22487	17.5	13.375	753	3	665 Sur	f Ciı	rc 12	191-22373	[569	95] BILBREY BASIN; BONE SPRING
													12.25	9.625			980 Sur					
													8.75	5.500	22415		640 Sur		°C			
32 30-025-46757 Permian Resources Operating, LLC	MOZZARELLA FEDERAL COM	603H	Oil	Active	954 N	2219 W	С	8 22S	32E	4/20/2021	11716	22480		13.375	753		665 Sur		rc 12	149-22428	[569	95] BILBREY BASIN; BONE SPRING
													12.25	9.625	5333		940 Sur		°C			
													8.5	5.500	22472	2 2	640 Sur	f Ciı	rc			
33 30-025-48024 OXY USA INC	DR PI FEDERAL UNIT 18 7 IPP	032H	Oil	Active	310 S	1690 W	N	18 22S	32E	2/6/2022	11999	22600	17.5	13.375	943		140 Sur		rc 12	238-22464	[982	296] WC-025 G-09 S223219D; WOLFCAMF
													9.875	7.625	11270	) 3	286 Sur	f Ca	lc			
													6.75	5.500	22578	3	876 1150	)2 Ca	lc			
34 30-025-48025 OXY USA INC	DR PI FEDERAL UNIT 18 7 IPP	034H	Oil	Active	170 S	1430 E	0	18 22S	32E	2/2/2022	12034	22647	17.5	13.375	948	3 1	140 Sur	f Ciı	rc 12	253-22439	[982	296] WC-025 G-09 S223219D; WOLFCAMF
													9.875	7.625	10770	) 2	050 Sur	f Ciı	rc			
													6.75	5.500	22570	)	904 845	8 Ca	lc			
35 30-025-48160 OXY USA INC	DR PI FEDERAL UNIT 18 7 IPP	031H	Oil	Active	310 S	1625 W	N	18 22S	32E	2/10/2022	11960	22516	17.500	13.375	954	1	140 Sur	f Cir	rc 12	129-22355	[982	296] WC-025 G-09 S223219D; WOLFCAMF
													9.875	7.625	11328	3	225 Sur	f Ca	lc			
													6.75	5.500	22471	L :	888 1067	70 Ca	lc			
36 30-025-48166 OXY USA INC	DR PI FEDERAL UNIT 18 7 IPP	311H	Oil	Active	310 S	1655 W	N	18 22S	32E	2/8/2022	11653	22220	17.5	13.375	940	) 1	140 Sur	f Ciı	rc 11	858-22084	[569	95] BILBREY BASIN; BONE SPRING
													9.875	7.625	10983	3 2	887 Sur	f Ca	lc			
													6.75	5.500	22200	)	876 988	0 Ca	lc			
37 30-025-48167 OXY USA INC	DR PI FEDERAL UNIT 18 7 IPP	312H	Oil	Active	170 S	1460 E	0	18 22S	32E	1/31/2022	11758	22185	17.5	13.375	938	3 1	140 Sur	f Ciı	rc 11	.846-21783	[569	95] BILBREY BASIN; BONE SPRING
													9.875	7.625	11043	3 2:	923 Sur	f Ca	lc			
													6.75	5.500	22165	5	835 870	1 Ca	lc			
38 30-025-48168 OXY USA INC	DR PI FEDERAL UNIT 18 7 IPP	313H	Oil	Active	170 S	1395 E	0	18 22S	32E	2/4/2022	11726	22298	17.5	13.375	935	5 1	140 Sur	f Cir	rc 11	959-22145	[569	95] BILBREY BASIN; BONE SPRING
													9.875	7.625	11104	1	732 Sur	f Ca	lc			
													6.75	5.500	22278		869 1019					
39 30-025-48951 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	034H	Oil	Active	275 S	1570 E	0	17 22S	32E	1/22/2022	12609	22608	17.5	13.375	942		140 Sur		rc 12	246-22472	[98]	166] WC-025 G-09 S233216K; UPR WOLFC
													9.875	7.625	11288	3	011 Sur	f Cir	c		•	•
													6.75	5.500	22588		877 1078		lc			
40 30-025-48952 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	035H	Oil	Active	275 S	1500 E	0	17 22S	32E	1/18/2022	11765	22507	17.5	13.375	944		140 Sur		rc 12	234-22370	[973	366] BILBREY BASIN; BONE SPRING, SOUT
													9.875	7.625	11189		364 Sur					• • • • • • • • • • • • • • • • • • • •
													6.75	5.500			863 1068					
41 30-025-48955 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	312H	Oil	Active	275 S	1600 E	0	17 22S	32E	1/23/2022	11747	22328	17.5	13.375	942		140 Sur			923-22199	[973	366] BILBREY BASIN; BONE SPRING, SOUT
										, -, -			9.875	7.625			518 Sur					, , , , , , , , , , , , , , , , , , , ,
														5.500			912 1047					
42 30-025-49147 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	031H	Oil	Active	350 S	1075 W	М	17 22S	32E	1/26/2022	12050	22313	17.5	13.375			140 Sur			947-22173	[98]	166] WC-025 G-09 S233216K; UPR WOLFC
12 30 023 13117 OXI 03/1110	BRITIEBERAL GIVII II G BR	03211	O.I.	Active	330 3	10,5 11		1, 223	322	1,20,2022	12030	22313	9.875		11405		048 Sur			31, 221,3	[50.	100) We 023 0 03 3233210N, 01 N WOLF 0
														5.500			877 1160					
43 30-025-49148 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	032H	Oil	Active	350 S	1140 W	М	17 22S	32E	1/29/2022	12089	22617	17.5				140 Sur			216-22483	۱۵۵۱	166] WC-025 G-09 S233216K; UPR WOLFC
15 55 525 45140 OAT OUR INC	DATTI EDERAL ONIT 17 0 DA	03211	Oii	Active	330 3	1140 AA	141	1, 223	JZL	1, 23, 2022	12003	22017	9.875		11370		140 Sur 107 Sur				[36]	100, 110 025 0 05 0255210K, OF K WOLF C
													6.75		22597		877 1087					
44 30-025-49152 OXY USA INC	DR PI FEDERAL UNIT 17 8 DA	311H	Oil	Active	350 S	1105 W	M	17 22S	32F	1/27/2022	117/11	22300					140 Sur			155-22177	[073	366] BILBREY BASIN; BONE SPRING, SOUT
TT 50 025 TJ1J2 ONI OJN INC	DRITTEDERAL OINII 17 0 DA	21111	Oii	ACTIVE	330 3	TTO2 44	141	17 223	JZL	1/2//2022	11/41	22303	9.875		11006		048 Sur			.133 2211	[973	JOO, DIEDNET DASIN, DONE SENING, 3001
													6.75	5.500	22287	'	866 1050	)6 Ca	IC			

LIVINGSTON RIDGE 19 FED #003 30-025-36029 FINAL PA DIAGRAM





## Received by OCD: 6/30/2023 4:48:36 PM Bone Spring storage zone and permeability barriers

#### Proposed Storage Zone

- 2<sup>nd</sup> Bone Spring Sand
  - > Reservoir composed of tight siltstone. Core data indicates that the grain sizes range from coarse siltstone to very-fine-grained subarkose (Folk, 1980) sandstone. Samples show evidence of moderate compaction. Minor amounts of illite and smectite clays are found throughout the samples ranging from 5% to 15%. Cements are Fe-calcite, Fe-dolomite, pore-bridging illite and some quartz overgrowths. Minor amounts of pyrite (<1%) are present. The resulting reservoir rock has porosity of 8-18% with an average porosity of 9.7%. Permeability measured by injection fall-off tests conducted within the reservoir ranges from 10 millidarcies to 0.003 millidarcies. Siliceous mudstone with natural permeability in the nano-darcy range

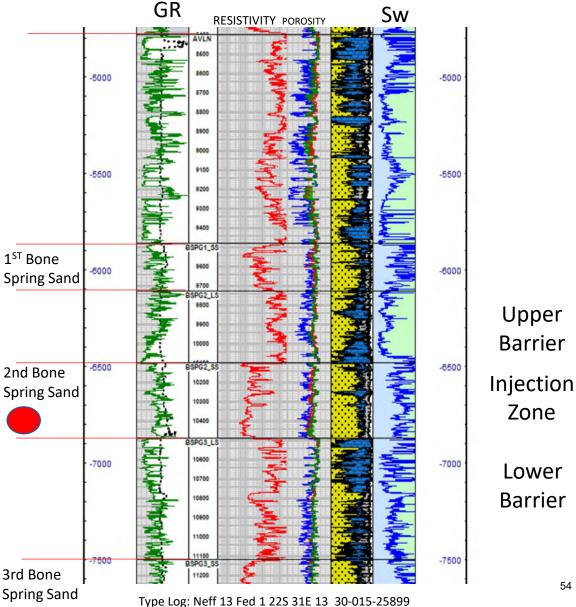
#### Adjacent Oil & Gas Production Zones

- Delaware Mountain Group Brushy Canyon
  - > Very fine-grained sandstone with permeability in the 100-10 millidarcy range
- 1<sup>st</sup> Bone Spring Sand
  - Reservoir composed of tight siltstone. Core data indicates that the grain sizes range from coarse siltstone to very-fine-grained subarkose (Folk, 1980) sandstone. Samples show evidence of moderate compaction. Minor amounts of illite and smectite clays are found throughout the samples ranging from 5% to 15%. Cements are Fe-calcite, Fe-dolomite, with some quartz overgrowths. Minor amounts of pyrite (<1%) are present. The resulting reservoir rock has porosity of 8-18% with an average porosity of 1.7%. Permeability measured by injection fall-off tests conducted within the reservoir ranges from 0.02 millidarcies.</p>
- 3<sup>rd</sup> Bone Spring Sand
  - Reservoir composed of tight siltstone. Core data indicates that the grain sizes range from coarse siltstone to very-fine-grained subarkose (Folk, 1980) sandstone. Samples show evidence of moderate compaction. Minor amounts of illite and smectite clays are found throughout the samples ranging from 5% to 15%. Cements are Fe-calcite, Fe-dolomite, with some quartz overgrowths. Minor amounts of pyrite (<1%) are present. The resulting reservoir rock has porosity of 8-18% with an average porosity of 11.7%. Permeability measured by injection fall-off tests conducted within the reservoir ranges from 0.02 millidarcies to 0.001 millidarcies.</p>

#### **Confining Layers**

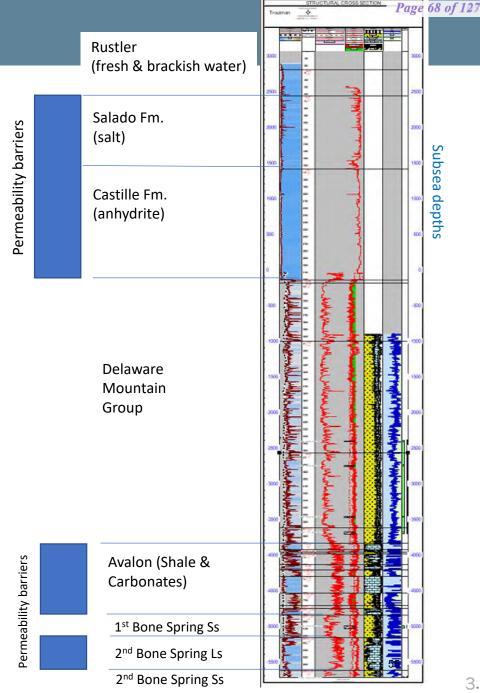
- Low-permeability barriers act as seals above and below the reservoir. These barriers consist of carbonate mudstone, dolomudstone, and shales that are ~1040 ft. thick above and ~630 ft. thick below. Laterally the injection will be primarily contained by the reservoir volume that has been previously and partially depleted by the adjacent producing wells. The tight low-permeability reservoir and the production from the adjacent wells will be the primary constraints on the conformance of the injection to the project area and are expected to contain the injected gas.
- 2nd Bone Spring Limestone (~370 ft.) is upper permeability barrier between 2nd BS Sand and 1st BS Sand. Tight dolomudstones and shale.
- 3rd Bone Spring Limestone lower permeability barrier (~630 ft.) between 2rd BS Sand and 3rd BS Sand. Tight dolomudstones and shale.
- Upper and Lower Avalon upper permeability barrier between 1<sup>st</sup> BS Sand and Delaware Mountain Group Brushy Canyon

## 2<sup>nd</sup> Bone Spring Interval

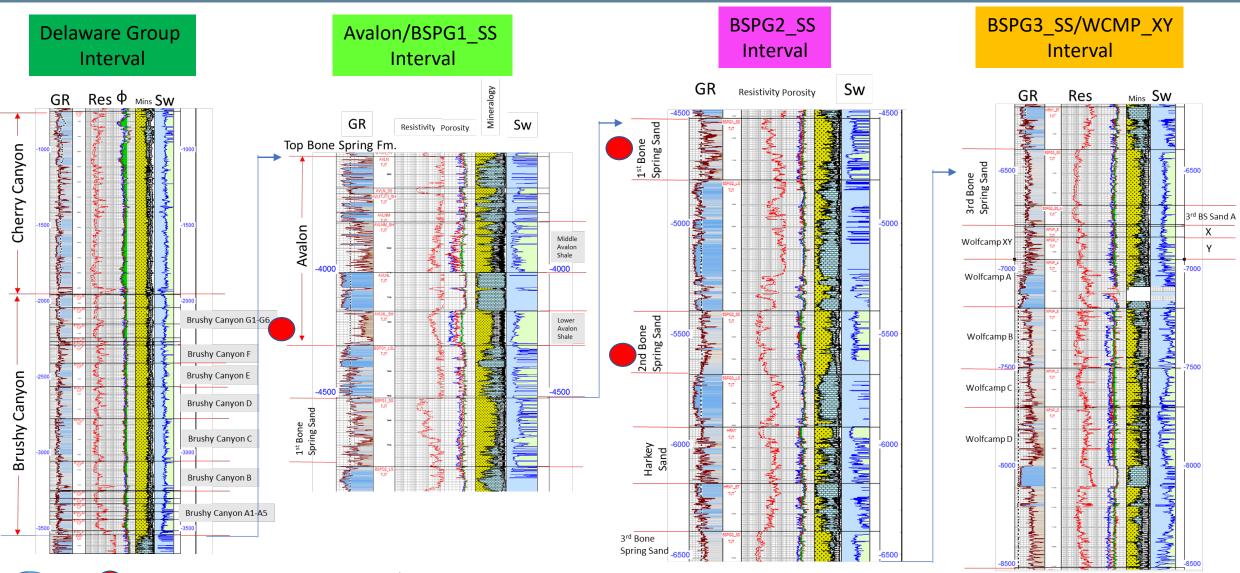


# LOST Jank freshwater aquifers

- The top of the Bone Spring Formation is at ~8,400 ft. (log depth) with over 1,400 ft. of carbonate mudstones and shales acting as additional permeability barriers to upward migration of injected gas.
- Above that the Delaware Mountain Group consists of connatewater bearing and hydrocarbon-bearing sands, with minor limestone and shale intervals and is over 4,000 ft. thick.
- Above that is the Castile Formation consisting of very low permeability anhydrite, gypsum, and calcite that acts as another 1,100 ft. thick barrier to upward movement of fluids.
- The Salado overlies the Castile and forms a 1,400 ft. thick barrier of salt. The top of the Salado is at 850 ft. and the deep aquifers found just above the Salado at the base of the Rustler are saline water.
- The top of Rustler Formation is at about 850 ft. The Rustler top is a continuous anhydrite layer that acts as another permeability barrier creating a perched aquifer above it that is the lowest level where fresh water is known in the area. Because of the thickness of multiple impermeable rock layers above the injection reservoir there is no possible path for migration upward into freshwater aguifers where they exist.

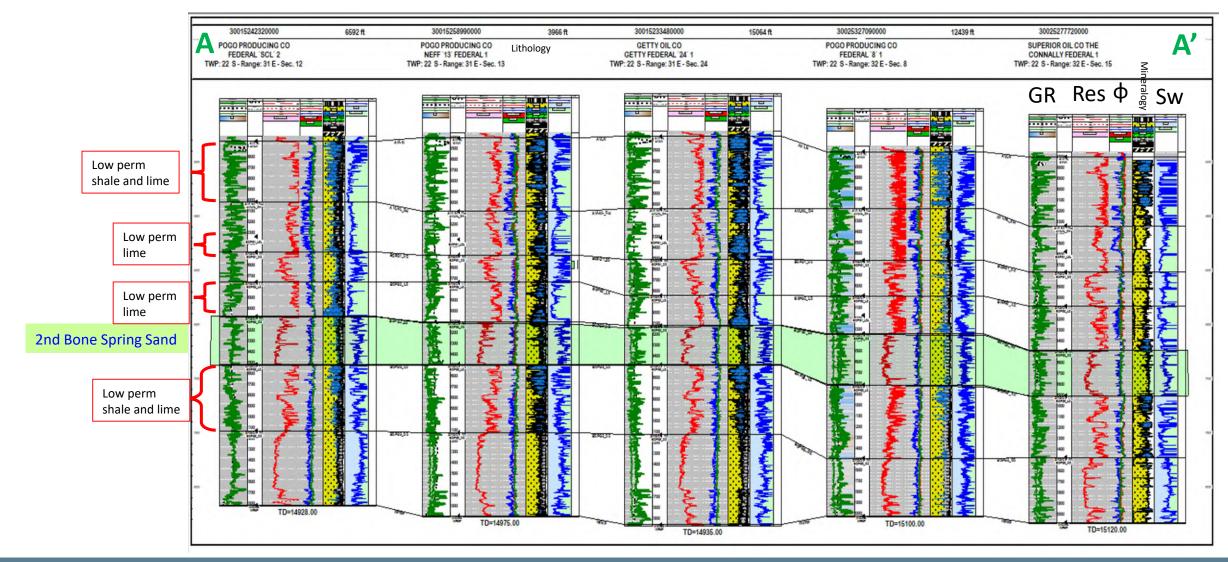


# LOST Tarrik full type log:



56

## Lost Tank Second Bone Spring Sand Cross-section

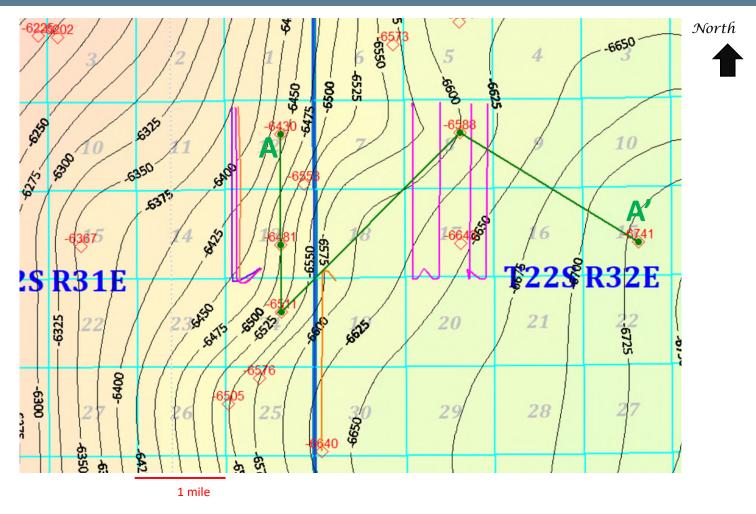


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## Lost Tank 2nd Bone Spring Sand Top Structure

## Cross-section A-A' location

- Posted depths show well control
- Depths are TVD subsea
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1<sup>st</sup> BS wells in orange
- Avalon well in purple



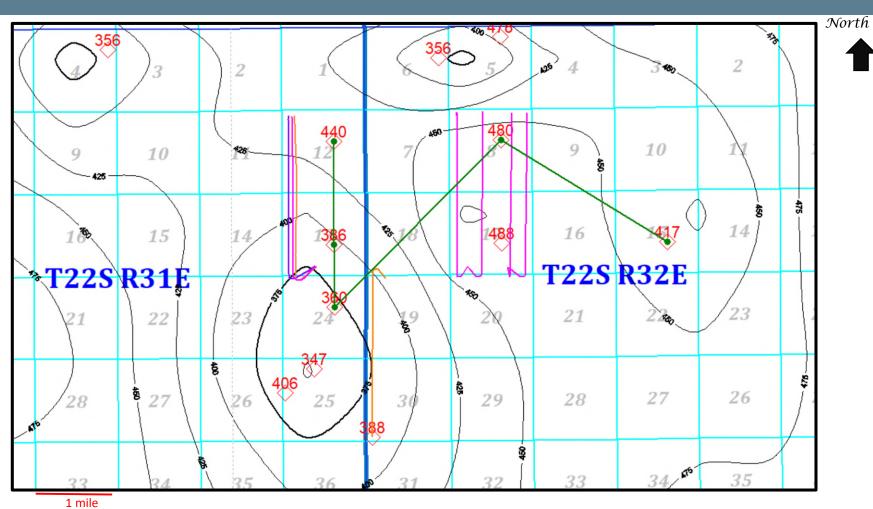
2<sup>nd</sup> Bone Spring Sand

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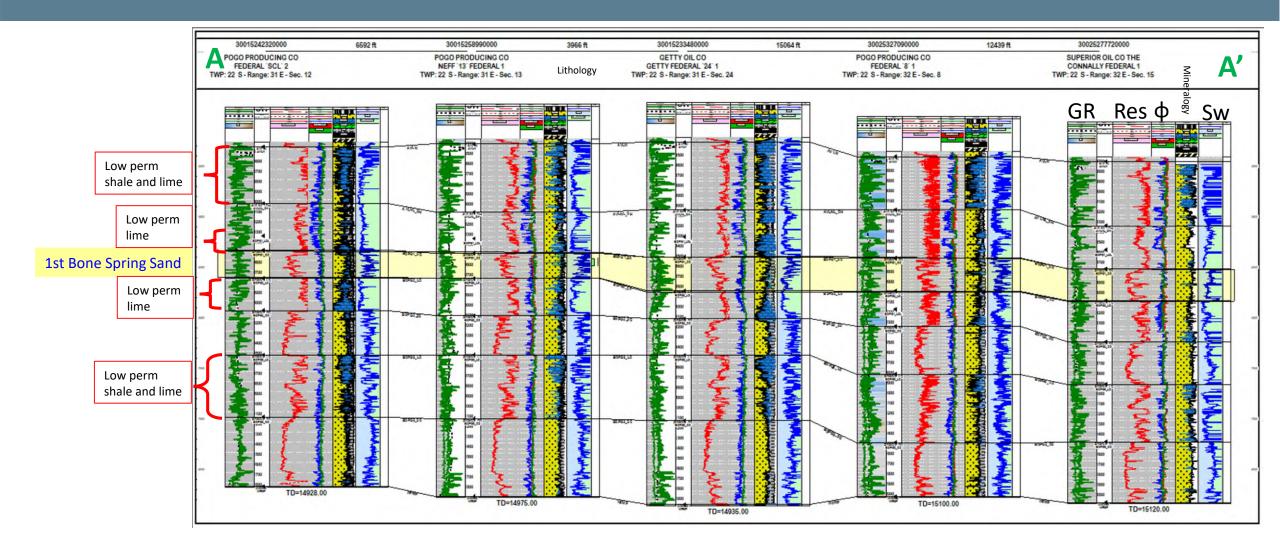
## Second Bone Spring Sand Isochore Map

- Posted depths show well control
- Depths are TVD subsea
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1st BS wells in orange
- Avalon well in purple



2<sup>nd</sup> Bone Spring Sand Thickness

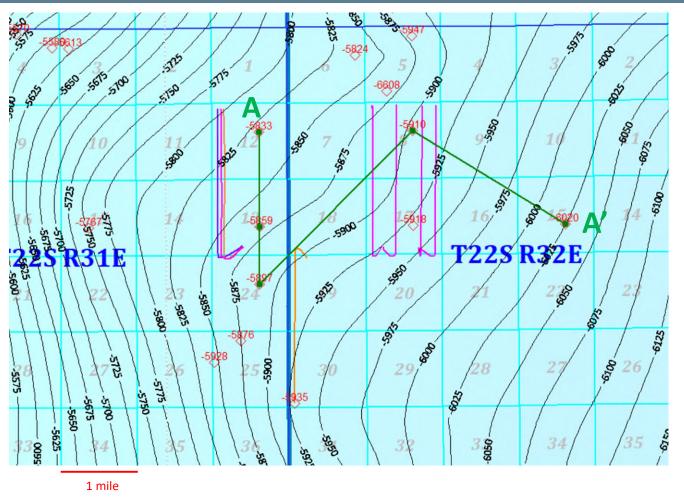
## Lost Tank First Bone Spring Sand Cross-section



# Lost Tank 1st Bone Spring Sand Top Structure

### **Cross-section A-A' location**

- Posted depths show well control
- Depths are TVD subsea
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1st BS wells in orange
- Avalon well in purple



1st Bone Spring Sand Structure

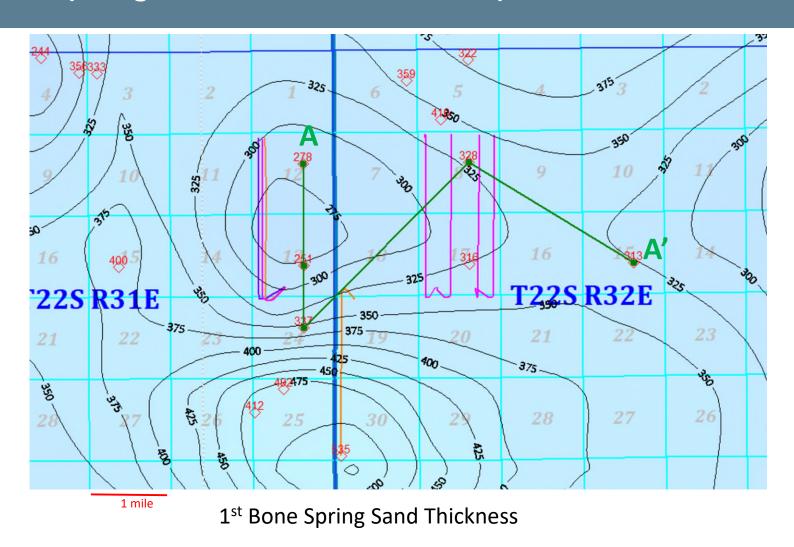


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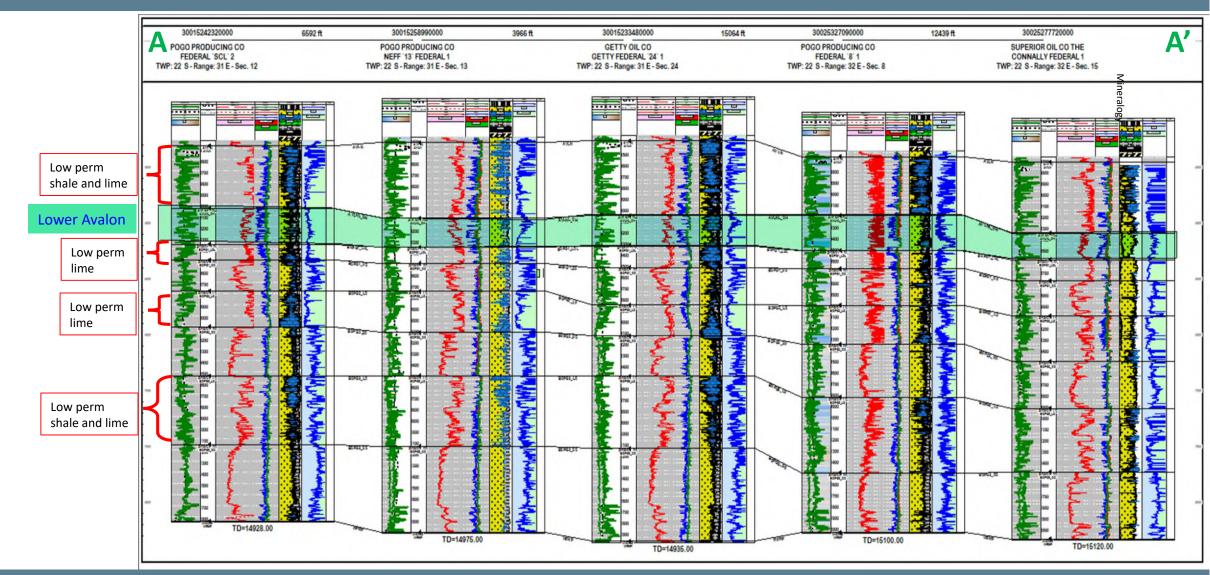
# First Bone Spring Sand Isochore Map

- Posted depths show well control
- Depths are TVD subsea
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1<sup>st</sup> BS wells in orange
- Avalon well in purple



North

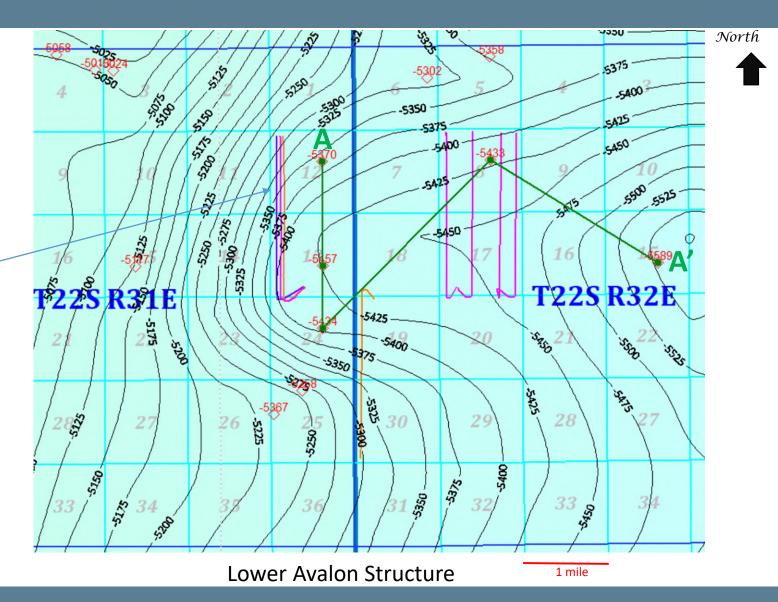
## Lost Tank Lower Avalon Cross-section



# Lost Tank Lower Avalon Top Structure

### **Cross-section A-A' location**

- Posted depths show well control
- Depths are TVD subsea
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1st BS wells in orange
- Avalon well in purple.

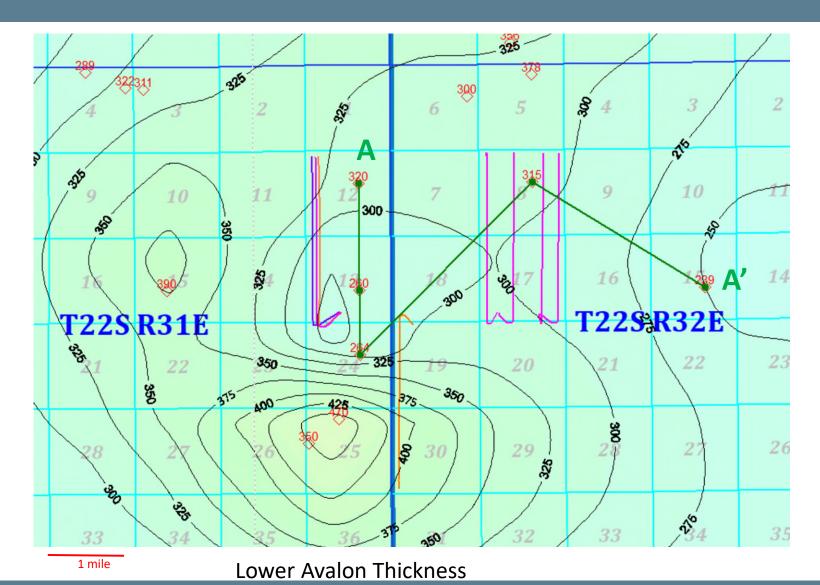


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# Lost Tank Lower Avalon Isochore Map

- Posted depths show well control
- Depths are TVD subsea
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1st BS wells in orange
- Avalon well in purple

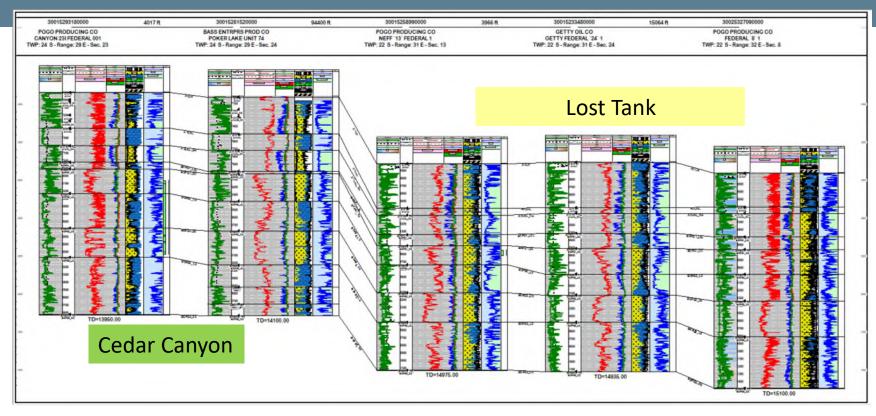


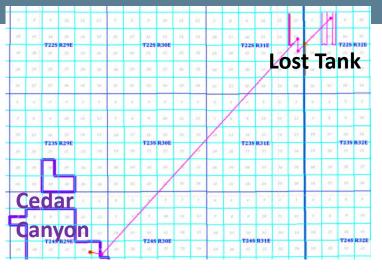
North

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# Comparison of Cedar Canyon to Lost Tank





Cross section location

Depth (and reservoir pressure) are the primary differences between these two areas for these benches. Reservoir height, porosity, permeability, and composition are similar between the two areas.

#### Closed Loop Gas Capture (CLGC) Project

#### Affirmative Statement 1

The operator examined the available geologic and engineering data and found no evidence of open faults or other hydrologic connections between the disposal zone and any underground source of drinking water.

U	
Tony Troutman, Geologist	

Rahul Joshi, Reservoir Engineer

\_\_\_5/09/2023\_\_\_\_\_

Date

\_\_05/09/2023\_\_\_\_\_

Date



Previous Project- Cedar Canyon Enhance Oil Recovery (EOR) Injection Model, 2017 Pilot Project

Project and Model Comparison- EOR Injection vs. Gas Storage 2023 Gas Storage

**Updated Cedar Canyon Gas Storage Model, 2023 Conclusions** 

Gas Storage 2023 Model Results



## Purpose of Model

• Built model to history match EOR line drive gas injection in horizontal wells in unconventional reservoirs for project feasibility.

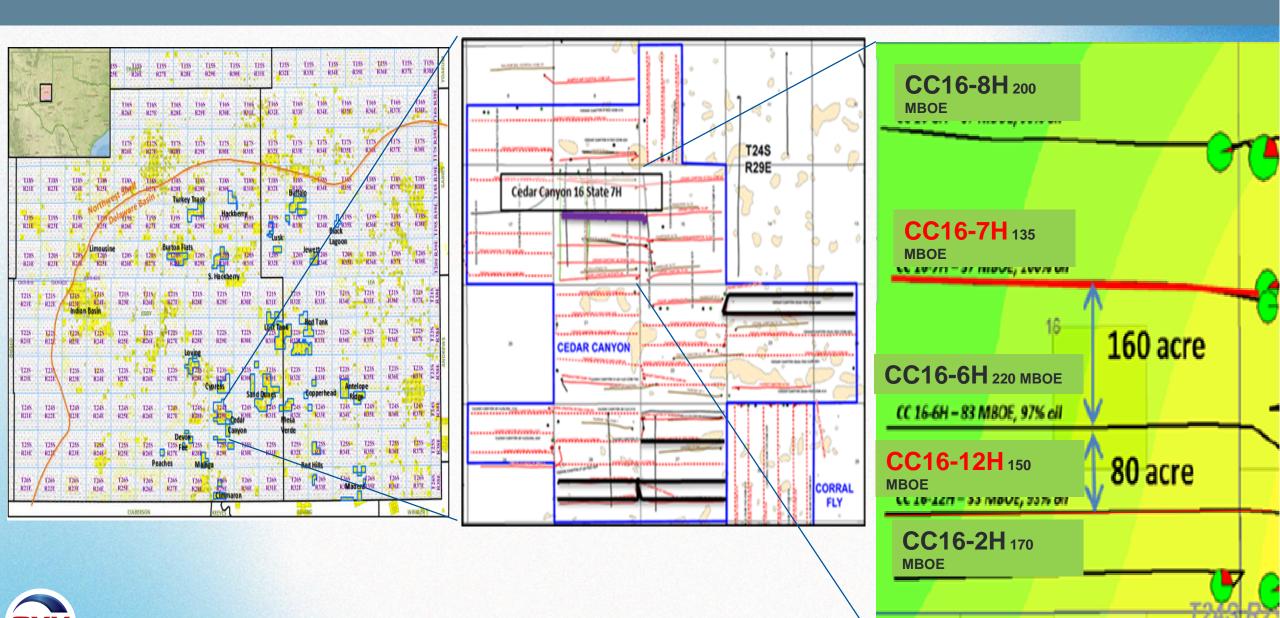
## **Model Inputs**

- Horizontal wells with 5,000 ft laterals
- Geologic and Reservoir properties of the Second Bone Spring Sandstone Formation
- 4 Horizontal Wells per section

## **History Match**

- Primary production (oil rate, water rate and gas rate) prior to 2017
- EOR injection (gas rate, gas injection pressure) during 2017: High-pressure (4250 psi MASP), high-rate gas injection (7 MMSCFPD, sustained)
- Model incorporates injection gas breakthrough observed in offset wells after 3 months of EOR injection.





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# Received by OED: 03 1/2/2014 NYON SECTION-16 RESERVOIR MODEL

Model Inputs

Location: Lea County,NM

Model Acreage: 640

Pay Horizon:

2<sup>nd</sup> Bone Springs Sand

Lithology: Sandstone interbedded with Limestone

Trap Type: Stratigraphic

Nominal Depth: 8400 ft

Gas Cap (at discovery): No

Primary Drive Mechanism: Solution Gas Drive

Gross Pay: 320 ft

Net Pay: 320 ft

Avg Porosity: 6.8%

Initial Sw: 50%

Permeability: 0.0003md (matrix)

Initial Reservoir Pressure: 4500 psi

Reservoir Temperature: 150 F

Oil Gravity: 42 API

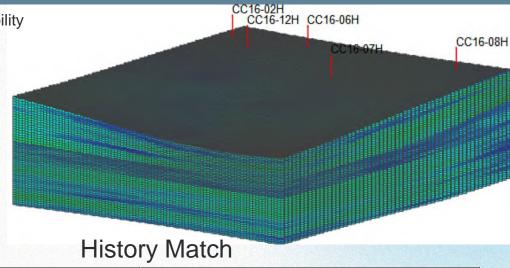
Boi: 1.63 RB/STB

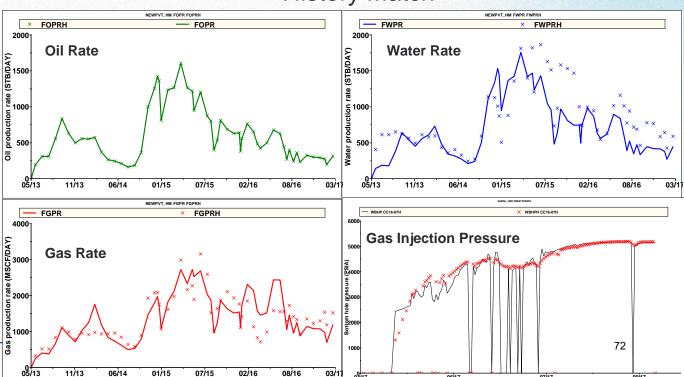
Rsi: 1480 SCF/STB

Original Oil in Place: 28 MMSTB

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Structure & Permeability 1,177,400 Grids 56 Layers





# Received by OCD GO BY SEE TOPAND MODEL COMPARISON- EOR INJECTION VS. GAS Page 86 of 127

## EOR Injection, 2017

Gas Storage, 2023

- Higher, Sustained Injection Rate (7MM SCFPD)
- Higher Injection Pressure (4250 psi MASP)
- Longer injection duration (3 months or greater)
  - 5,000 ft Laterals

- Same geographic area
- Injection of Treated, Produced Gas
- Hydraulically fractured Horizontal wells
- Bone Springs Reservoir
- 4 WPS

- Lower Injection Rate (Initially 3MM SCFPD)
  - Lower Injection Pressure (1300 psi MASP)
    - Shorter injection duration (a couple weeks or less)
    - 10,000 ft Laterals

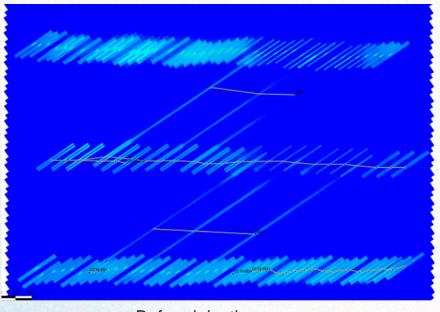




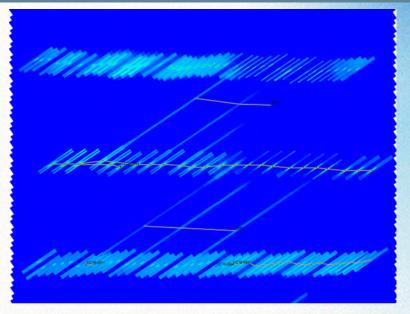
# Received By Ch. 67301203 474830 PR AGE SIMULATION PROCESS

- Run primary production for all wells for additional period (post history match)
- Inject gas in injection well at 3MMSCFPD for 7 days
- Produce the injection well post injection
- No positive or negative effect seen on oil recovery of storage wells and offset wells

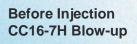
# Received by Och Group 1948 EPOCTION PROFILE (1 WEEK INJECTION)



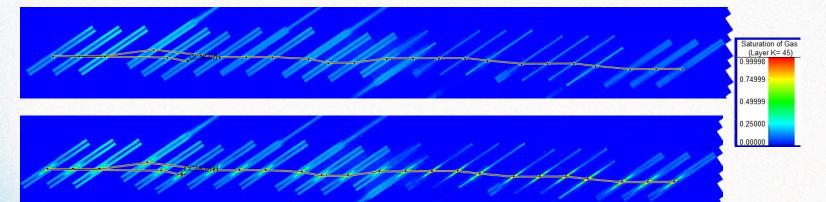
Before injection



After 1 week of injection (3 MMSCFPD)
21 MMSCF Cum Gas

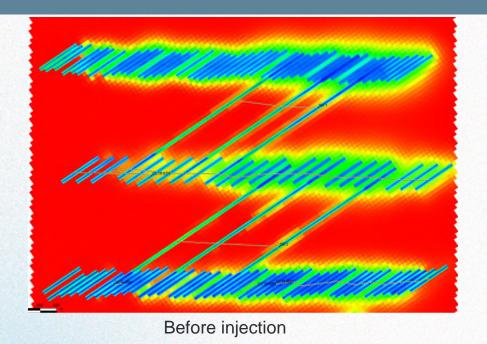


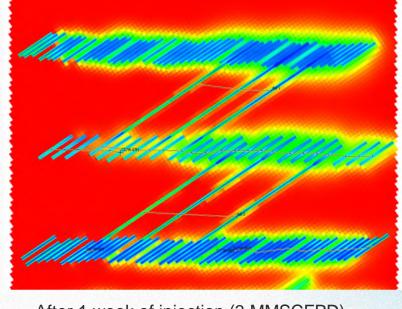
After Injection CC16-7H Blow-up





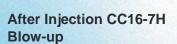
# Received by OCD: 673072013 4248:36 PME PROFILE (1 WEEK INJECTION)

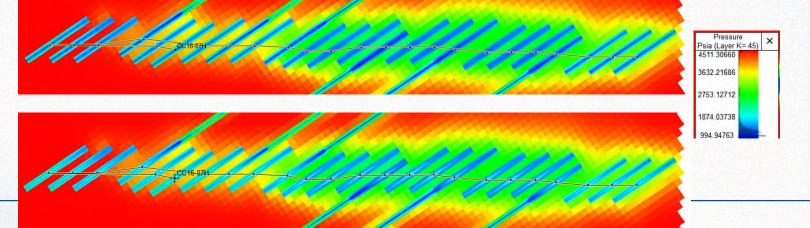




After 1 week of injection (3 MMSCFPD)

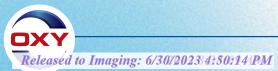






# Received by Och: 63801203-T4830FR AGE CAPACITY

API	Well Name	Fracture Gas Volume (MMSCF)
3001548595	TOP SPOT 12_13 FEDERAL COM 11H	274
3001548594	TOP SPOT 12_13 FEDERAL COM 1H	258
3001547771	TOP SPOT 12_13 FEDERAL COM 21H	238
3002548282	DR PI FED UNIT 17_8 DA 21H	230
3002548947	DR PI FED UNIT 17_8 DA 23H	226
3002548949	DR PI FED UNIT 17_8 DA 25H	249
3002548950	DR PI FED UNIT 17_8 DA 26H	239
3002546474	LOST TANK 30-19 FED COM 1H	301



### Conclusions

- The longest Oxy gas storage event was 13.5 MMSCF gas injection for 4 days, which is about 6% of the capacity of the hydraulically-created fractures
- On average, gas storage will not extend more than 100 ft into the hydraulic fracture network
- Oxy does not anticipate a positive or negative impact on storage or offset wells

Closed Loop Gas Capture (CLGC) Project

### Affirmative Statement 2

The operator examined the available geologic and engineering data and determined 1) the total recoverable volume of hydrocarbons from the reservoir will not be adversely affected by the project and 2) the gas composition will not damage the reservoir..

Rahul Joshi, Reservoir Engineer

05/09/2023\_\_\_\_\_ Date



## GOR Gas Allocation Plan for CLGC Wells

### **Application**

The following methodology will apply to CLGC wells on a well by well basis. The application will start after a CLGC storage event and will end after 100% of the Storage Gas Injection Inventory is recovered. Afterwards, Gas Allocation will revert to previous accounting procedures.

#### Overview

During a CLGC storage event, a portion of the combined gas streams from source wells will be stored in a CLGC well. After a storage event, the wellhead gas produced from a CLGC well will consist of three components: Gas Lift Gas, Native Gas, and Storage Gas Production. Both Native Gas and Storage Gas Production are produced from the reservoir, and the combined production is Reservoir Gas.

Wellhead Gas Produced = Gas Lift Gas + Native Gas + Storage Gas Production

Gas Lift Gas is measured continuously for each well. This methodology applies a Gas-Oil-Ratio (GOR) Calculation to determine the Native Gas (owned by the owners of the CLGC well) and Storage Gas Production (owned by the owners of the source wells).

A Well Test Allocation Method will be utilized after a storage event. In the example below, the well tests values are highlighted. The values between are interpolated.

### Example

The following data is a simulated, 1-Day storage event.

- 2000 mscf is injected over 24 consecutive hours.
- The well is produced back immediately following a storage event.
- The data has been truncated at 24 days because it is included for illustration purposes.

The input and calculated values for an example well are listed below:

Values	Description
Wellhead Gas Produced, mscf/d	Wellhead gas, measured with well test
Gas Lift Gas, mscf/d	Gas Lift Gas injection, measured with flow meter
	Reservoir Gas, the difference between Wellhead Gas and
Reservoir Gas, mscf/d	Gas Lift Gas, calculated
Oil, bbl/d	Oil production, measured with well test
Water, bbl/d	Water production, measured with well test
	Gas Oil Ratio (GOR), engineer calculation based on
GOR, scf/bbl	previous oil and gas well tests before a storage event
	Minimum of Reservoir Gas or Native Gas Production
Native Gas- GOR Calc, mscf/d	using GOR, calculated
Storage Gas Injection, mscf/d	Storage Gas Injection, measured with flow meter

Storage Gas Injection Inventory, mscf	Storage Gas Injection Inventory, cumulative amount of storage gas injection minus storage gas production, calculated
Storage Gas Production, mscfd	Storage Gas Production, difference between Reservoir Gas and Calculated Native Gas Production, calculated

Column	1	2	3	4	5	6	7	8	9	10
Calculation or		Flow		Well	Well	Engineer	MIN		8-10 +	
measurement	Well Test	Meter	1-2	Test	Test	Analysis	(3,4*6/1000)	Flow Meter	9_PreviousRow	IF(9>0, 3-7,0)
	Wellhead									
	Gas	Gas Lift	Reservoir				Native Gas-	Storage Gas	Storage Gas	Storage Gas
	Produced,	Gas,	Gas,	Oil,	Water,	GOR,	GOR Calc,	Injection,	Injection	Production,
Day	mscf/d	mscf/d	mscf/d	bbl/d	bbl/d	scf/bbl	mscf/d	mscf/d	Inventory, mscf	mscfd
-90	626	500	126	63	103	2,005	126	0	0	0
-60	625	500	125	62	101	2,032	125	0	0	0
-30	624	500	124	60	99	2,053	124	0	0	0
1	623	500	123	59	96	2,081	123	0	0	0
2	0	0	0	0	0	2,050	0	2000	2000	0
3	850	500	350	45	80	2,050	92	0	1743	257
4	741	500	241	50	86	2,050	102	0	1604	139
5	713	500	213	52	88	2,050	107	0	1498	106
6	685	500	185	54	91	2,050	111	0	1424	73
7	675	500	175	55	92	2,050	113	0	1362	62
8	665	500	165	56	93	2,050	115	0	1313	50
9	661	500	161	57	93	2,050	116	0	1267	45
10	657	500	157	57	94	2,050	117	0	1227	40
11	653	500	153	57	94	2,050	117	0	1192	35
12	649	500	149	58	95	2,050	118	0	1161	31
13	647	500	147	58	95	2,050	118	0	1133	28
14	645	500	145	58	95	2,050	119	0	1106	26
15	643	500	143	58	95	2,050	119	0	1082	24
16	641	500	141	58	95	2,050	119	0	1060	22
17	640	500	140	58	95	2,050	119	0	1038	21
18	639	500	139	58	94	2,050	119	0	1018	20
19	639	500	139	58	94	2,050	119	0	998	20
20	638	500	138	58	94	2,050	119	0	980	19
21	637	500	137	58	93	2,050	119	0	962	18
22	636	500	136	58	93	2,050	119	0	945	17
23	635	500	135	58	93	2,050	119	0	930	16
24	634	500	134	58	92	2,050	119	0	915	15

#### Well Test Allocation Method

Following an injection period, the allocation of oil and gas production shall be based on the production life of each CLGC well as measured for three periods: (a) the initial production period shall be measured from the end of the injection period until the peak gas production rate is reached; (b) the plateau period shall be measured from the end of the initial production period to the peak decline rate; and (c) the decline period shall be measured from the end of the plateau period until the well has recovered the previously-injected volume.

During the initial production period, the oil and gas production for each CLGC well shall be allocated using daily well tests or separated and metered individually prior to commingling.

During the plateau period, the oil and gas production for each CLGC well shall be allocated using a production curve calculated from a minimum of three (3) well tests per month. The production curve shall be calculated by interpolating daily production for each day using the known daily production obtained by well tests and shall use a method of interpolation that is at minimum as accurate as maintaining a constant rate of change for each day's production between the known daily production values.

During the decline period, the oil and gas production for each CLGC well shall be allocated using a production curve calculated from a minimum well testing frequency as follows: (a) a minimum of three (3) well tests per month when the decline rate is greater than 22% per month; (b) a minimum of two (2) well tests per month when the decline rate is between 22% and 10% per month; and (c) a minimum of one (1) well test per month when the decline rate is less than 10% per month. The production curve shall be calculated by interpolating daily production for each day using the known daily production obtained by well tests and shall use a method of interpolation that is at minimum as accurate as maintaining a constant rate of change for each day's production between the known daily production values.

Applicant shall conduct a well test by separating and metering the oil and gas production from each well for either (a) a minimum of twenty-four (24) consecutive hours; or (b) a combination of nonconsecutive periods that meet the following conditions: (i) each period shall be a minimum of six (6) hours; and (ii) the total duration of the nonconsecutive periods shall be a minimum of eighteen (18) hours.

#### CLGC Candidate Selection

In selecting candidates for CLGC injectors, all wells tied into the gas sales system were evaluated based on their native gas production, oil production, and flowing bottom hole pressure (FBHP). To minimize impact to oil production, wells were evaluated based on the Gas Reduced to Oil Ratio (GROR) calculation. This metric is the sum of native gas production and the maximum proposed injection gas (storage volume) divided by the oil production. FBHP was subsequently used to target more depleted wells.

$$GROR = \frac{Native\ gas\ rate\ (mscfd) + Storage\ gas\ rate\ (mscfd)}{Oil\ rate\ (bbl/d)}$$

### **CLGC Candidate Sequencing**

Storage well sequencing will be handled similarly to the candidate selection process. Wells will be prioritized based on GROR (defined above) until the total gas removed from the system is greater than the temporary reduction in takeaway capacity.



#### **Lost Tank Notice List 2023**

Party	Address				
Agend	ies and Surface Owners				
	301 Dinosaur Trail				
Bureau of Land Mangment	Santa Fe, NM 87508				
	P.O. Box 1148				
State Land Office	Santa Fe, NM 87504				
	Offset Operators				
	P.O. Box 840321				
EOG Resources Inc.	Dallas, TX 75284				
	One Lincoln Centre				
MATADOR PRODUCTION	5400 LBJ Freeway, Ste 1500				
COMPANY	Dallas, TX 75240				
	COG OPERATING LLC				
	600 W. Illinois Avenue,				
COG OPERATING LLC	Midland, Texas 79701				
	Permian Resources Operating, LLC				
Permian Resources Operating,	1001 17th Street, Suite 1800				
LLC	Denver, CO 80202				
	NGL WATER SOLUTIONS PERMIAN, LLC				
NGL WATER SOLUTIONS	865 North Albion Street, Suite 400				
PERMIAN, LLC	Denver, CO 80220				
Other Af	fected Persons and Parties				
	ADEX RESOURCES CORP				
ADEX RESOURCES CORP	ADEX RESOURCES CORP PO BOX 109				
ADEX RESOURCES CORP					
ADEX RESOURCES CORP	PO BOX 109				
ADEX RESOURCES CORP  Ben J. Fortson, Jr., Trustee	PO BOX 109 ARGILLITE KY 41121				
	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee				
	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900				
	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102				
Ben J. Fortson, Jr., Trustee	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton				
Ben J. Fortson, Jr., Trustee	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900				
Ben J. Fortson, Jr., Trustee	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102				
Ben J. Fortson, Jr., Trustee	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO				
Ben J. Fortson, Jr., Trustee  Bill Burton  BPX OPERATING CO	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO 501 WESTLAKE PARK BLVD				
Ben J. Fortson, Jr., Trustee  Bill Burton  BPX OPERATING CO  BURLINGTON RESOURCES OIL	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO 501 WESTLAKE PARK BLVD HOUSTON TX 77079-2604				
Ben J. Fortson, Jr., Trustee  Bill Burton  BPX OPERATING CO	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO 501 WESTLAKE PARK BLVD HOUSTON TX 77079-2604 BURLINGTON RESOURCES OIL & GAS CO LP				
Ben J. Fortson, Jr., Trustee  Bill Burton  BPX OPERATING CO  BURLINGTON RESOURCES OIL	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO 501 WESTLAKE PARK BLVD HOUSTON TX 77079-2604 BURLINGTON RESOURCES OIL & GAS CO LP PO BOX 51810				
Ben J. Fortson, Jr., Trustee  Bill Burton  BPX OPERATING CO  BURLINGTON RESOURCES OIL	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO 501 WESTLAKE PARK BLVD HOUSTON TX 77079-2604 BURLINGTON RESOURCES OIL & GAS CO LP PO BOX 51810				
Ben J. Fortson, Jr., Trustee  Bill Burton  BPX OPERATING CO  BURLINGTON RESOURCES OIL	PO BOX 109 ARGILLITE KY 41121 Ben J. Fortson, Jr., Trustee 301 Commerce St., Suite 2900 Fort Worth, TX 76102 Bill Burton 301 Commerce St., Suite 2900 Fort Worth, TX 76102 BPX OPERATING CO 501 WESTLAKE PARK BLVD HOUSTON TX 77079-2604 BURLINGTON RESOURCES OIL & GAS CO LP PO BOX 51810 MIDLAND TX 79710-1810				

	Charles Andrew Spradlin			
Charles Andrew Spradlin	2451 Walker St.			
	Grand Prairie, TX 75052			
	CHEVRON USA INC			
	6301 DEAUVILLE			
CHEVRON USA INC	MIDLAND TX 79706-2964			
	Chisos, Ltd.			
Chisos, Ltd	1331 Lamar St. Suite 1077			
	Houston, TX 77010			
	CNX GAS CO LLC			
CNX GAS CO LLC	PO BOX 1248 JANE			
	LEW WV 26378-1248			
	COG OPERATING LLC			
	600 W. Illinois Avenue,			
COG OPERATING LLC	Midland, Texas 79701			
	Crownrock Minerals, LP			
Crownrock Minerals, LP	P.O. Box 51933			
	Midland, TX 79710			
	Curtis A. Anderson, Trustee			
Curtis A. Anderson, Trustee	9314 Cherry Brook Lane			
	Frisco, TX 75033			
	DEVON ENERGY CO LP			
DEVON ENERGY CO LP	333 W SHERIDAN AVE			
	OKLAHOMA CITY OK 73102-5010			
	DEVON ENERGY PRODUCTION CO. LP			
DEVON ENERGY PRODUCTION	333 W. Sheridan Ave.			
CO. LP	Oklahoma City, OK 73102			
	Devon Energy Production Company, L.P.			
Devon Energy Production	333 W. Sheridan Ave.			
Company, L.P.	Oklahoma City, OK 73102			
	EOG RESOURCES INC			
	1111 BAGBY ST LBBY 2			
EOG RESOURCES INC	HOUSTON TX 77002-2589			
	EOG RESOURCES INC			
EOG RESOURCES INC	5509 CHAMPIONS DR			
	MIDLAND TX 79706-2843			
	EXCALIBUR ENERGY CO			
	PO BOX 25045			
EXCALIBUR ENERGY CO	ALBUQUERQUE NM 87125-0045			
	George Vaught, Jr.			
George Vaught, Jr.	P.O. Box 13557			
	Denver, CO 80201			

	HANAGAN PETROLEUM CORP				
HANAGAN PETROLEUM CORP	PO BOX 1737				
	ROSWELL NM 88202-1737				
	HARRINGTON TRUST				
HARRINGTON TRUST	PO BOX 216				
	ROSWELL NM 88202-0216				
	J S ABERCROMBIE MINS				
J S ABERCROMBIE MINS	2001 GULF BLDG				
	HOUSTON TX 77002				
	Jastrow Family Oil & Gas, LLC				
Jastrow Family Oil & Gas, LLC	6300 Bee Cave Rd., Bldg 1, 6th Floor				
	Austin, TX 78746				
	John Kyle Thoma, Trustee				
John Kyle Thoma, Trustee	P.O. Box 558				
, ,	Peyton, CO 80831				
	Kimbell Art Foundation				
Kimbell Art Foundation	301 Commerce St., Suite 2900				
	Fort Worth, TX 76102				
	Kingdom Investments, Limited				
Kingdom Investments, Limited	1601 Elm St., Suite 3400				
	Dallas, TX 75201				
	KRP Legacy Isles, LLC				
KRP Legacy Isles, LLC	P.O. Box 59000				
108404 101004 110	Lafayette, LA 70505				
	Legacy Reserves Operating LP				
Legacy Reserves Operating LP	15 Smith Rd., Suite 3000				
Legacy Neserves operating En	Midland, TX 79705				
	Legacy Reserves Operating, LP				
	15 Smith Rd., Suite 3000				
Legacy Reserves Operating, LP	Midland, TX 79705				
Legacy Hesselves operating, L	LONG TRUSTS				
LONG TRUSTS	PO BOX 1336				
	KILGORE TX 75662				
	LRF Jr. LLC				
LRF Jr. LLC	P.O. Box 11327				
1111 31. LLC	Midland, TX 79702				
	MAPOO-NET				
MAP00-NET	101 N. Robinson Ave., Suite 1000				
IVIAI OO IVET					
	Oklahoma City, OK 73102  MARATHON OIL PERMIAN LLC				
	990 TOWN AND COUNTRY BLVD				
MARATHON OIL PERMIAN LLC					
IVIANA I HUN OIL PERIVIIAN LLC	HOUSTON TX 77024				

	MARDOD ENERGY CORD				
MARROR ENERGY CORR	MARBOB ENERGY CORP 808 W MAIN ST				
MARBOB ENERGY CORP					
	ARTESIA NM 88210-1963				
	Mc Vay Drilling Company				
Mc Vay Drilling Company	P.O. Box 2450				
	Hobbs, NM 88240				
	MID-CON GAS SERVICES CORP				
MID-CON GAS SERVICES CORP	701 E 22ND ST				
	LOMBARD IL 60148				
	NIELSON & ASSOC INC				
NIELSON & ASSOC INC	PO BOX 2850				
	CODY WY 82414				
	NORTON LLC				
NORTON LLC	60 BEACH AVE SOUTH				
	DARTMOUTH MA 02748-1543				
	Permian Resources Operating, LLC				
Permian Resources Operating,	1001 17th Street, Suite 1800				
LLC	Denver, CO 80202				
	PXP PRODUCING CO LLC				
PXP PRODUCING CO LLC	717 TEXAS ST STE 2100				
I AT TRODUCING CO LLC	HOUSTON TX 77002-2753				
	Rave Energy, Inc.				
Dave Energy Inc	P.O. Box 3087				
Rave Energy, Inc.					
	Houston, TX 77253 Robert C. Grable				
Dahart C. Crabla					
Robert C. Grable	201 Main St., Suite 2500				
	Fort Worth, TX 76102				
	Rockport Oil and Gas, LLC				
Rockport Oil and Gas, LLC	PO Box 19567				
	Houston, TX 77224-9567				
Rusk Capital Management,	Rusk Capital Management, LLC				
LLC	7600 W. Tidwell Rd., Suite 800				
	Houston, TX 77040				
	STRATA PRODUCTION CO				
STRATA PRODUCTION CO	1301 N SYCAMORE AVE				
	ROSWELL NM 88201				
	Sundance Minerals I				
Sundance Minerals I	P.O. Box 17744				
	Fort Worth, TX 76102				
	Texas Independent Exploration Limited				
Texas Independent	6760 Portwest Drive				
Exploration Limited	Houston, Texas 77024				
	,				

The Long Trust P.O. Box 3096  Kilgore, TX 75663  The Long Trus P.O. Box 3096  Kilgore, TX 75663  Kilgore, TX 7566	١				
	:				
The Roach Foundation					
The Roach Foundation 777 Taylor St., Suite					
Fort Worth, TX 76					
The Taurus Royalty	•				
	P.O. Box 1477				
Little Elm, TX 750					
TORCH OIL & GAS					
TORCH OIL & GAS CO 1221 LAMAR #16	500				
HOUSTON TX 7701	0-3039				
TX INDEPENDENT TX INDEPENDENT EXPLOI	RATION INC				
EXPLORATION INC 1600 SMITH ST STE	3800				
HOUSTON TX 77002					
US BORAX & CHEM	CORP				
US BORAX & CHEM CORP 3075 WILSHIRE B	3075 WILSHIRE BLVD				
LOS ANGELES CA S	LOS ANGELES CA 90010				
Vision Energy, Ir	nc.				
Vision Energy, Inc. P.O. Box 2459	)				
Carlsbad, NM 882	Carlsbad, NM 88221				
WHITING 1988 PF	ROD				
WHITING 1988 PROD 1700 BROADWAY ST	1700 BROADWAY STE 2300				
DENVER CO 80290-	DENVER CO 80290-1703				
WPX ENERGY PERMI	AN LLC				
WPX ENERGY PERMIAN LLC 333 W SHERIDAN AV	VENUE				
OKLAHOMA CITY OK	73102				
XTO HOLDINGS I	LLC				
22777 SPRINGWOODS VIL	LAGE PKWY				
XTO HOLDINGS LLC SPRING TX 77389-	1425				
YATES INDUSTRIES	S LLC				
105 S 4TH ST					
YATES INDUSTRIES LLC ARTESIA NM 88210	)-2177				
ZPZ DELAWARE I	LLC				
2000 POST OAK BLVD	STE 100				
ZPZ DELAWARE I LLC HOUSTON TX 77056	5-4497				

## **OCD Exhibit A**

Order Number:	/255	
Operator:	Oxy USA, Inc. (166	96)
		Project Pools
Pool Name:	Pool Code:	
BILBREY BASIN; BONE SPRING	5695	
BILBREY BASIN; BONE SPRING, SOUTH	97366	
		Project Area (NMPM)
UL or Q/Q:	S-T-R:	
W/2 OF W/2	12-22S-31E	
W/2 OF W/2	13-22S-31E	
ALL	8-22S-32E	
ALL	17-22S-32E	
W/2 OF W/2	19-22S-32E	
W/2 OF W/2	30-22S-32E	

CLGC Wells						
Well API:	Well Name:	UL or Q/Q:	S-T-R:	Pool:		
30-025-46474	LOST TANK 30-19 FEDERAL COM 1H			BILBREY BASIN; BONE SPRING, SOUTH		
		W/2 of W/2	30-22S-32E			
30-015-48595	TOP SPOT 12_13 FED COM 11H	W/2 of W/2	12-22S-31E	BILBREY BASIN; BONE SPRING		
		W/2 of W/2	13-22S-31E			
30-015-48594	TOP SPOT 12_13 FED COM 1H	W/2 of W/2	12-22S-31E	BILBREY BASIN; BONE SPRING		
		W/2 of W/2	13-22S-31E			
30-015-47771	TOP SPOT 12_13 FED COM 21H	W/2 of W/2	12-22S-31E	BILBREY BASIN; BONE SPRING		
		W/2 of W/2	13-22S-31E			
30-025-48282	DR PI FEDERAL UNIT 17 8 DA 21H	W/2	8-22S-32E	BILBREY BASIN; BONE SPRING, SOUTH		
		W/2	17-22S-32E			
30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H	W/2	8-22S-32E	BILBREY BASIN; BONE SPRING, SOUTH		
		W/2	17-22S-32E			
30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H	E/2	8-22S-32E	BILBREY BASIN; BONE SPRING, SOUTH		
		E/2	17-22S-32E			
30-025-48950	DR PI FEDERAL UNIT 17 8 DA 26H	E/2	8-22S-32E	BILBREY BASIN; BONE SPRING, SOUTH		
		E/2	17-22S-32E			

Case No. 23633

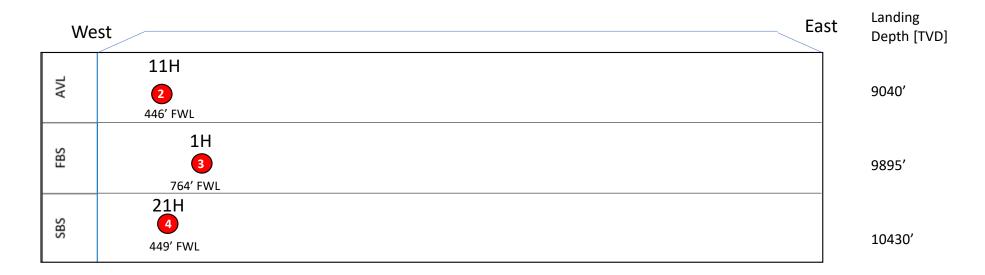
## **OCD Exhibit B**

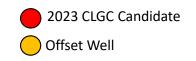
Order Number:				
Operator:	Oxy USA, Inc. (16696)			
CLGC Wells and Offset Wells				
Well API:	Well Name:	Upper Confining Layer:	Offset Well API:	Offset well Name:
30-025-46474	LOST TANK 30-19 FEDERAL COM 1H	First Bone Spring limestone above First Bone Spring Sand	NA	NA
30-015-48595	TOP SPOT 12_13 FED COM 11H	Bone Spring limestone above Avalon Sand	NA	NA
30-015-48594	TOP SPOT 12_13 FED COM 1H	First Bone Spring limestone above First Bone Spring Sand	NA	NA
30-015-47771	TOP SPOT 12_13 FED COM 21H	Second Bone Spring limestone above Second Bone Spring Sand	NA	NA
30-025-48282	DR PI FEDERAL UNIT 17 8 DA 21H	Second Bone Spring limestone above Second Bone Spring Sand	30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H
30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H	Second Bone Spring limestone above Second Bone Spring Sand	30-025-48282	DR PI FEDERAL UNIT 17 8 DA 21H
			30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H
30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H	Second Bone Spring limestone above Second Bone Spring Sand	30-025-48947	DR PI FEDERAL UNIT 17 8 DA 23H
			30-025-48950	DR PI FEDERAL UNIT 17 8 DA 26H
30-025-48950	DR PI FEDERAL UNIT 17 8 DA 26H	Second Bone Spring limestone above Second Bone Spring Sand	30-025-48949	DR PI FEDERAL UNIT 17 8 DA 25H

Exhibit No. 3
Submitted by: OXY USA INC.
Hearing Date: July 6, 2023

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# Gunbarrel View Top Spot 12-13





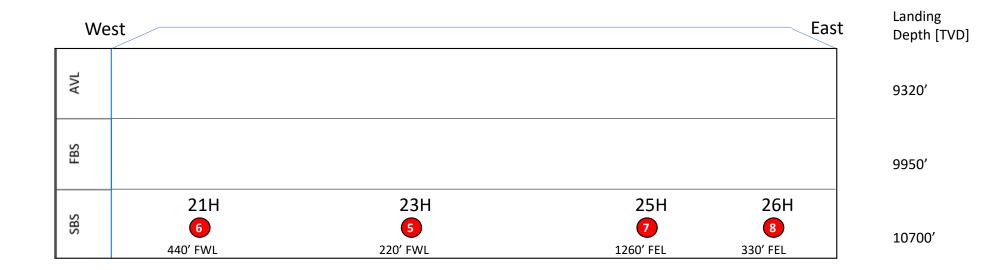
BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 4
Submitted by: OXY USA INC.
Hearing Date: July 6, 2023
Case No. 23633

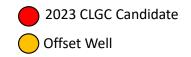
# Gunbarrel View Lost Tank 30-19



2023 CLGC Candidate
Offset Well

## Gunbarrel View Dr Pi Fed Unit 17-8





### Gas Analysis for Avalon

## AKM MEASUREMENT SERVICES,LLC. Natural Gas Analysis Report GPA 2172-09/API 14.5 Report with GPA 2145-16 Physical Properties

Santa Fe, New Mexico
Exhibit No. 5
Submitted by: OXY USA INC.
Hearing Date: July 6, 2023

Hearing Date: July 6, 2023 Case No. 23633

	Sample Information
Sample Name	TOP SPOT 11H
Technician	ANTHONY DOMINGUEZ
Analyzer Make & Model	INFICON MICRO GC
Last Calibration/Validation Date	06-08-2023
Meter Number	T16407
Air temperature	
Flow Rate (MCF/Day)	1000
Heat Tracing	HEATED HOSE & GASIFIER
Sample description/mtr name	TOP SPOT 11H
Sampling Method	FILL & EMPTY
Operator	OCCIDENTAL PETROLEUM
State	NEW MEXICO
Region Name	PERMIAN_RESOURCES
Asset	NEW MEXICO
System	RED TANK
FLOC	NA
Sample Sub Type	PRODUCTION
Sample Name Type	WELL
Vendor	AKM MEASUREMENT
Cylinder #	2284
Sampled by	SCOTT
Sample date	6-6-2023
Analyzed date	6-8-2023
Method Name	C9
Injection Date	2023-06-08 17:31:12
Report Date	2023-06-08 17:38:40
EZReporter Configuration File	1-16-2023 OXY GPA C9+ H2S #2.cfgx
Source Data File	89f96a97-940d-42e9-9a26-09d46c109029
NGA Phys. Property Data Source	GPA Standard 2145-16 (FPS)
Data Source	INFICON Fusion Connector

#### **Component Results**

Component Name	Peak Area	Raw Amount	Response Factor	Norm Mole%	Gross HV (Dry) (BTU / Ideal cu.ft.)	Relative Gas Density (Dry)	GPM (Dry) (Gal. / 1000 cu.ft.)	
Nitrogen	53989.4	3.0542	0.00005657	3.0442	0.0	0.02944	0.336	
Methane	887976.6	64.8978	0.00007309	64.6849	654.8	0.35829	11.011	
CO2	179184.4	8.4241	0.00004701	8.3964	0.0	0.12758	1.439	
Ethane	277908.6	12.7037	0.00004571	12.6621	224.6	0.13146	3.400	
H2S	0.0	0.0000	0.00000000	0.0000	0.0	0.00000	0.000	
Propane	214012.9	6.9513	0.00003248	6.9285	174.7	0.10549	1.917	
iso-butane	71712.1	0.7963	0.00001110	0.7937	25.9	0.01593	0.261	
n-Butane	172120.0	1.8920	0.00001099	1.8858	61.7	0.03784	0.597	
iso-pentane	42339.9	0.4099	0.00000968	0.4086	16.4	0.01018	0.150	
n-Pentane	47735.2	0.4512	0.00000945	0.4497	18.1	0.01120	0.164	
hexanes	43221.0	0.3262	0.00000755	0.3251	15.5	0.00967	0.134	
heptanes	50937.0	0.3121	0.00000613	0.3111	17.2	0.01076	0.144	
octanes	19291.0	0.1041	0.0000539	0.1037	6.5	0.00409	0.053	
nonanes+	1250.0	0.0062	0.00000499	0.0062	0.4	0.00027	0.004	
Total:		100.3290		100.0000	1215.7	0.85221	19.609	

#### **Results Summary**

Result	Dry	Sat.	
Total Un-Normalized Mole%	100.3290		
Pressure Base (psia)	14.730		
Temperature Base (Deg. F)	60.00		
le aseving Tempeiatyre (Deg/2023 4:50:14 P.	<i>M</i> 93.0		

Received by OCD: 6/30/2023 4:48:36 PM	Dry	Sat.	Page 112 of
Flowing Pressure (psia)	148.7		
Gross Heating Value (BTU / Ideal cu.ft.)	1215.7	1194.6	
Gross Heating Value (BTU / Real cu.ft.)	1221.0	1200.3	
Relative Density (G), Real	0.8555	0.8519	

### **Monitored Parameter Report**

	Parameter	Value	Lower Limit	Upper Limit	Status	
-	Total un-normalized amount	100.3290	97.0000	103.0000	Pass	

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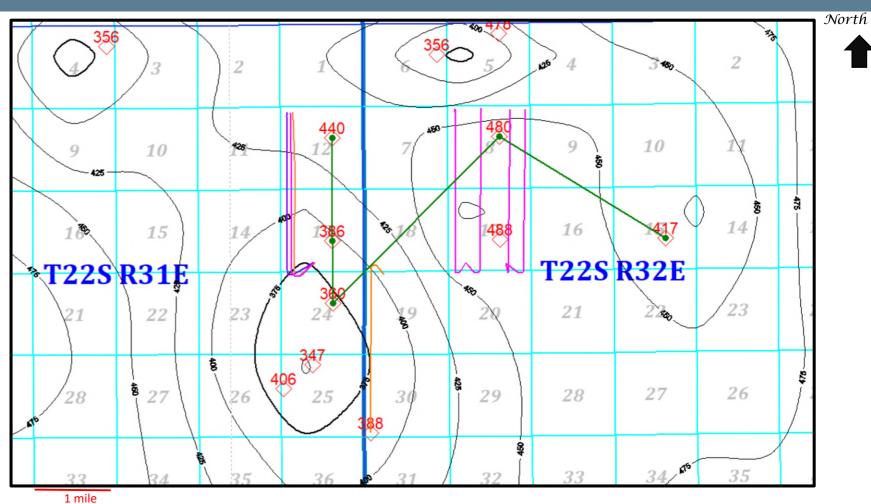
## Second Bone Spring Sand Isochore Map

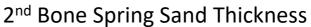
- Posted depths show well control-thicknes
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1st BS wells in orange
- Avalon well in purple

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico
Exhibit No. 6

Submitted by: OXY USA INC.
Hearing Date: July 6, 2023
Case No. 23633



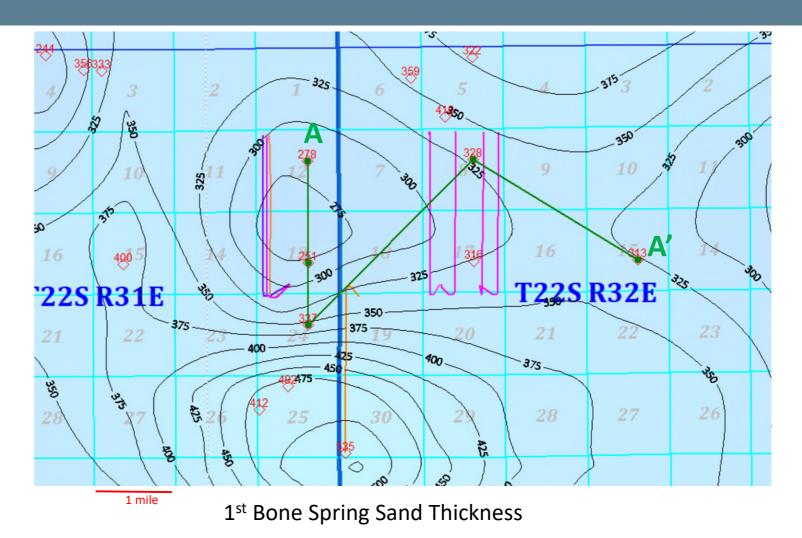




North

## First Bone Spring Sand Isochore Map

- Posted depths show well control
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1st BS wells in orange
- Avalon well in purple

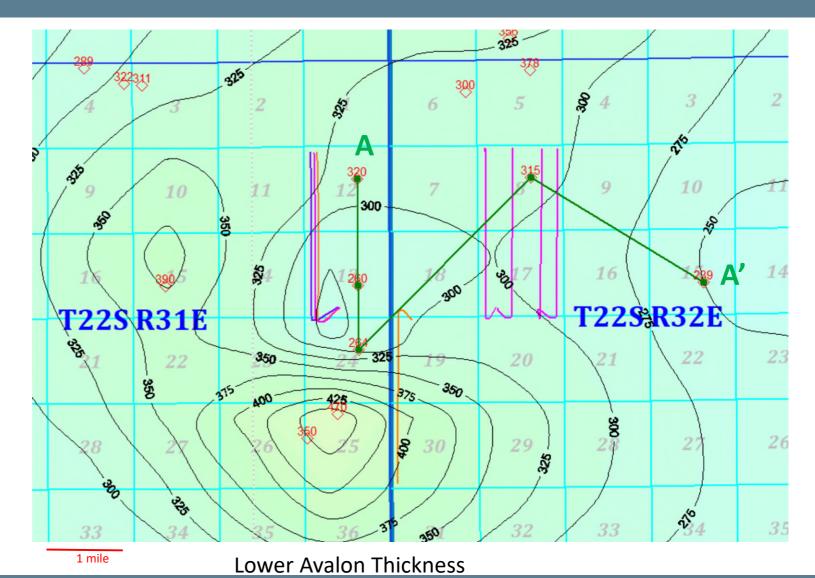




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## Lost Tank Lower Avalon Isochore Map

- Posted depths show well control
- Contour interval 25 ft
- 2nd Bone Spring wells marked by pink wellbores
- 1<sup>st</sup> BS wells in orange
- Avalon well in purple





Page 115 of 127

North

### STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF OXY USA INC. FOR A CLOSED LOOP GAS CAPTURE INJECTION PILOT PROJECT, LEA AND EDDY COUNTY, NEW MEXICO.

**CASE NO. 23633** 

### SELF-AFFIRMED STATEMENT OF LOGAN MILLSAPS

- 1. My name is Logan Millsaps and I am employed by OXY USA Inc. ("OXY") as a operations engineer.
- 2. I have not previously testified before the New Mexico Oil Conservation
  Division as an expert witness in production engineering. I graduated in 2014 from
  Texas Tech University with a degree in mechanical engineering. Since graduating I
  have worked as production engineer overseeing wells in various parts of the New
  Mexico Delaware Basin for Oxy. I believe this experience qualifies me to testify as an
  expert witness in production engineering.
  - 3. I am familiar with the application filed by OXY in this case.
- 4. OXY has previously received approved orders from the Division to operate pilot projects for closed loop gas capture projects. In these orders the Division has included a condition addressing packer settings which states: "A MIT shall consist of isolating the production casing from the reservoir by setting a retrievable bridge plug or packer not less than one hundred (100) feet below the top of the upper confining layer identified in Exhibit B." (emphasis added).
- 5. For the **Top Spot 11H well**, included in this application, OXY requests a variance to the existing injection order packer setting condition and proposes the

following: "set the packer not less than forty (40) feet below the top of the confining interval identified...".

- 6. The Top Spot 11H was spud on 11/1/2022 with a rig release date of 4/1/2023. The well was drilled into the Avalon interval in the top of the Bone Spring pool with a planned landing depth of 9622' MD and a 10,000' lateral length. The surface hole location and the first take point are laterally far in distance with a step out distance of 1,694'. The relatively far step out distance combined with the shallow landing depth resulted in a high inclination (>10 degree) starting at 3000' MD that was maintained until the kickoff point.
- 7. The vertical section drilled at a high inclination resulted in a drilled hole with bends and kinks, commonly referred to as doglegs. The cumulative number of doglegs in the vertical hole led to additional doglegs below the kickoff point where the curve was drilled. Therefore, Dogleg severity (DLS), a measure of the change in direction of a wellbore over a defined length, is high at 19.96 deg/100 ft at 8776' MD below the kickoff point.
- 8. Although OXY aims to set gas lift packers at deep as possible to optimize drawdown, a high DLS in a wellbore can cause problems when installing complex downhole assemblies. The depths with high DLS create pinch points where the tubing and the downhole assembly drag against the inside of the production casing. Running equipment in the hole is not the concern; rotating the dragging equipment is the concern.
- 9. In the Top Spot 11H, a complex downhole assembly was installed. In addition to the conventional gas lift components, a live downhole gauge was installed to monitor reservoir performance, and a chemical capillary string will be installed to treat

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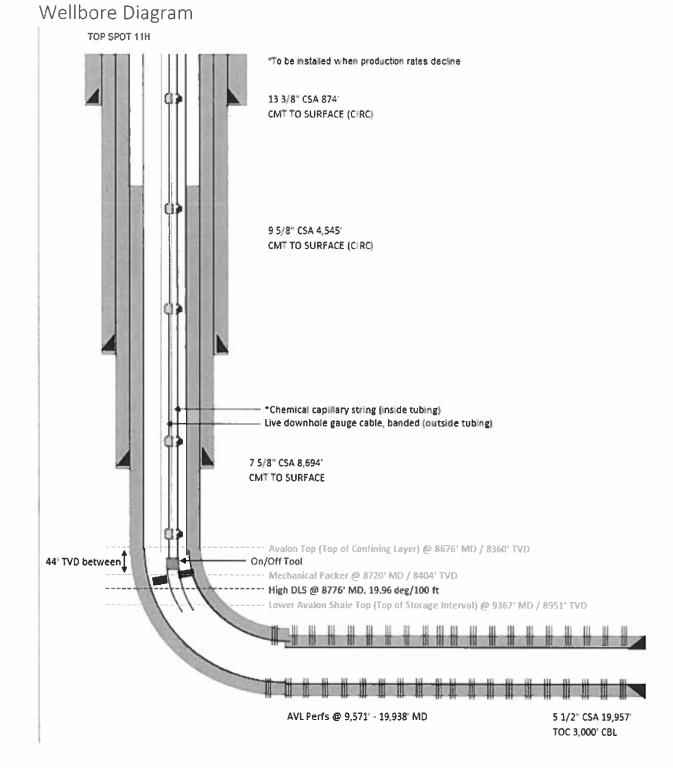
paraffin once production rates decline. The live downhole gauge was run one joint above the injection packer, and a cable was banded (2 bands per joint of tubing) to the outside of the tubing string connecting the gauge to surface. Once production rates decline, the chemical capillary string will be run on the inside of the tubing from surface to slightly above the packer. Ultimately, the banded cable on the outside of the tubing could catch in areas of high DLS. If it catches, the bands can start to stretch, or worse, break. This increases the chances of an inoperable downhole gauge, or worse, a workover fishing job to pull the stuck downhole assembly with wadded- up cable.

- 10. As previously mentioned, OXY aims to set gas lift packers as deep as possible, and with the high DLS below the kickoff point, different types of packers were considered. There are two main types of packers: mechanical-set and hydraulic-set. Mechanical-set packers are set by manipulating the tubing string up and down combined with rotation, whereas hydraulic-set packers are set by applying hydraulic pressure down the inside of the tubing and do not require rotation.
- application for hydraulic-set packers. However, if set and ran without an on/off tool, the backside of the tubing string would be filled with dirty wellbore fluid. In OXY's experience, when gas lift production begins, gas lift valves can clog up with particles in the dirty wellbore fluid. This requires pulling the equipment to fix the clogged valves. To mitigate this problem, a hydraulic-set packer can be run with an on/off tool above it. This allows for the packer to be set, the tubing can un-latch from the on/off tool, and clean packer fluid can be circulated. The clean packer fluid will not clog the gas lift valves when gas lift production begins. However, the process of un-latching from the on/off tool

involves rotating the equipment. Therefore, running a hydraulic-set packer does not eliminate the need to rotate the downhole assembly in a gas lift well with a high DLS above the packer setting depth.

- 12. A mechanical-set packer was run in the Top Spot 11H and set on 5/31/2023 at 8720' MD / 8404' TVD above the high DLS at 8776' MD. This reduced the potential issues associated with rotating the complex downhole assembly through depths with a high DLS. Although this setting depth is closer to the top of the Upper Confining Layer (the top of the Bone Spring above the Avalon), it is 44' TVD below the upper confining layer. Consequently, OXY requests a variance to the existing injection order packer setting condition.
- 13. A copy of the well bore diagram for the Top Spot 11H with notations is copied below:

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14. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

Logan Millsaps

6-28-2023

Date

30022135\_v1

# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF OXY USA INC. FOR A CLOSED LOOP GAS CAPTURE INJECTION PILOT PROJECT, EDDY AND LEA COUNTIES, NEW MEXICO.

**CASE NO. 23633** 

#### <u>AFFIDAVIT</u>

STATE OF NEW MEXICO	)	
	) s	S
COUNTY OF SANTA FE	)	

Adam G. Rankin, attorney in fact and authorized representative of the Applicant herein, being first duly sworn, upon oath, states

- 1. The above-referenced application and notice of the hearing on this application was sent by certified mail to the affected parties on the date set forth in the letter attached hereto.
- 2. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.
- The spreadsheet attached hereto contains the information provided by the United States
   Postal Service on the status of the delivery of this notice as of June 27, 2023.
- 4. I caused a notice to be published to all parties subject to these proceedings on June 23, 2023. An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached as Exhibit 9.

Adam G Rankin

SUBSCRIBED AND SWORN to before me this 30th day of June 2023 by Adam G.

Rankin.

Notary Public

My Commission Expires:

STATE OF NEW MEXICO
NOTARY PUBLIC
KARI D PEREZ
COMMISSION # 1138272
COMMISSION EXPIRES 06/28/2026



Adam G. Rankin Phone: 505.954.7294 Fax: 505.629.1537 agrankin@hollandhart.com

June 16, 2023

## VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

**TO: ALL AFFECTED PARTIES** 

Re: Application of OXY USA Inc. for Closed Loop Gas Capture Injection Pilot

Project, Eddy County, New Mexico.

Ladies & Gentlemen:

This letter is to advise you that OXY USA Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on July 6, 2023, and the status of the hearing can be monitored through the Division's website at <a href="https://www.emnrd.nm.gov/ocd/">https://www.emnrd.nm.gov/ocd/</a>.

Due to the remodeling of the state building where the New Mexico Oil Conservation Division is located, hearings will be conducted remotely beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Stephen Janacek at 972-404-3722 or Stephen Janacek@oxy.com.

Sincerely,

Adam G. Rankin

ATTORNEY FOR OXY USA INC.

**Enclosures** 

**Location:** 110 North Guadalupe, Suite 1 Santa Fe, NM 87501-1849 Mailing Address P.O. Box 8749 Denver, CO 80201-8749

**Contact** p: 303.295.8000 | f: 303.295.8261 www.hollandhart.com

Holland & Hart LLP Anchorage Aspen Billings Boise Boulder Cheyenne Denver Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C.

#### OXY - Lost Tank CLGC Postal Delivery Report

	Burton  C OPERATING CO  RLINGTON RESOURCES OIL & GAS CO LP  ITENNIAL RESOURCES PRODUCTION LLC  Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  C GAS CO LLC	301 Dinosaur Trl  301 Commerce St Ste 2900  501 Westlake Park Blvd  PO Box 51810  1001 17th St Ste 1800  2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077  PO Box 1248 Jane	Santa Fe Fort Worth Houston Midland Denver Grand Prairie Midland Houston	TX TX CO TX TX	87508-1560 76102-4152 77079-2604 79710-1810 80202-2058	Your item was delivered to the front desk, reception area, or mail room at 12:29 pm on June 20, 2023 in SANTA FE, NM 87508.  Your item arrived at our USPS facility in OKLAHOMA CITY OK DISTRIBUTION CENTER on June 26, 2023 at 10:22 am. The item is currently in transit to the destination.  Your item was delivered to the front desk, reception area, or mail room at 10:40 am on June 20, 2023 in HOUSTON, TX 77079.  Your item was returned to the sender on June 26, 2023 at 11:37 am in MIDLAND, TX 79705 because the addressee moved and left no forwarding address.  Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in Your item was delivered to an individual at the address at 5:25 pm on June 20, 2023 in
9402811898765415738448 Bill B 9402811898765415738486 BPX 0 9402811898765415738431 BURL 9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738592 CNX 9402811898765415738595 COG 9402811898765415738585 COG	Burton  C OPERATING CO  RLINGTON RESOURCES OIL & GAS CO LP  ITENNIAL RESOURCES PRODUCTION LLC  Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  C GAS CO LLC	301 Commerce St Ste 2900  501 Westlake Park Blvd  PO Box 51810  1001 17th St Ste 1800  2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Fort Worth  Houston  Midland  Denver  Grand Prairie  Midland	TX TX TX CO TX	76102-4152 77079-2604 79710-1810 80202-2058	Your item arrived at our USPS facility in OKLAHOMA CITY OK DISTRIBUTION CENTER on June 26, 2023 at 10:22 am. The item is currently in transit to the destination.  Your item was delivered to the front desk, reception area, or mail room at 10:40 am on June 20, 2023 in HOUSTON, TX 77079.  Your item was returned to the sender on June 26, 2023 at 11:37 am in MIDLAND, TX 79705 because the addressee moved and left no forwarding address.  Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738486 BPX ( 9402811898765415738431 BURL 9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738592 CNX 9402811898765415738595 COG 9402811898765415738585 COG	RUNGTON RESOURCES OIL & GAS CO LP ITENNIAL RESOURCES PRODUCTION LLC Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  K GAS CO LLC	501 Westlake Park Blvd  PO Box 51810 1001 17th St Ste 1800  2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Houston  Midland  Denver  Grand Prairie  Midland	TX TX CO TX	77079-2604 79710-1810 80202-2058	June 26, 2023 at 10:22 am. The item is currently in transit to the destination.  Your item was delivered to the front desk, reception area, or mail room at 10:40 am on June 20, 2023 in HOUSTON, TX 77079.  Your item was returned to the sender on June 26, 2023 at 11:37 am in MIDLAND, TX 79705 because the addressee moved and left no forwarding address.  Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738486 BPX ( 9402811898765415738431 BURL 9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738592 CNX 9402811898765415738595 COG 9402811898765415738585 COG	RUNGTON RESOURCES OIL & GAS CO LP ITENNIAL RESOURCES PRODUCTION LLC Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  K GAS CO LLC	501 Westlake Park Blvd  PO Box 51810 1001 17th St Ste 1800  2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Houston  Midland  Denver  Grand Prairie  Midland	TX TX CO TX	77079-2604 79710-1810 80202-2058	Your item was delivered to the front desk, reception area, or mail room at 10:40 am on June 20, 2023 in HOUSTON, TX 77079.  Your item was returned to the sender on June 26, 2023 at 11:37 am in MIDLAND, TX 79705 because the addressee moved and left no forwarding address.  Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738431 BURI 9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738585 COG	RLINGTON RESOURCES OIL & GAS CO LP ITENNIAL RESOURCES PRODUCTION LLC Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  K GAS CO LLC	PO Box 51810 1001 17th St Ste 1800 2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Midland Denver Grand Prairie Midland	TX CO	79710-1810 80202-2058	June 20, 2023 in HOUSTON, TX 77079.  Your item was returned to the sender on June 26, 2023 at 11:37 am in MIDLAND, TX 79705 because the addressee moved and left no forwarding address.  Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738431 BURI 9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738585 COG	RLINGTON RESOURCES OIL & GAS CO LP ITENNIAL RESOURCES PRODUCTION LLC Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  K GAS CO LLC	PO Box 51810 1001 17th St Ste 1800 2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Midland Denver Grand Prairie Midland	TX CO	79710-1810 80202-2058	Your item was returned to the sender on June 26, 2023 at 11:37 am in MIDLAND, TX 79705 because the addressee moved and left no forwarding address.  Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738585 COG	ITENNIAL RESOURCES PRODUCTION LLC  Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  K GAS CO LLC	1001 17th St Ste 1800 2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Denver Grand Prairie Midland	CO	80202-2058	79705 because the addressee moved and left no forwarding address. Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738479 CENT 9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738585 COG	ITENNIAL RESOURCES PRODUCTION LLC  Irles Andrew Spradlin EVRON USA INC Sos, Ltd.  K GAS CO LLC	1001 17th St Ste 1800 2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Denver Grand Prairie Midland	CO	80202-2058	Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415738554 Charl 9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738530 Crow	orles Andrew Spradlin EVRON USA INC Sos, Ltd. K GAS CO LLC	2451 Walker St 6301 Deauville 1331 Lamar St Ste 1077	Grand Prairie Midland	TX		·
9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738530 Crow	EVRON USA INC sos, Ltd. K GAS CO LLC	6301 Deauville 1331 Lamar St Ste 1077	Midland		75052-8577	
9402811898765415738561 CHEV 9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738530 Crow	EVRON USA INC sos, Ltd. K GAS CO LLC	6301 Deauville 1331 Lamar St Ste 1077	Midland			GRAND PRAIRIE, TX 75052.
9402811898765415738523 Chisc 9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738530 Crow	sos, Ltd. K GAS CO LLC	1331 Lamar St Ste 1077		1		Your item was delivered to an individual at the address at 11:00 am on June 22, 2023 in
9402811898765415738592 CNX 9402811898765415738585 COG 9402811898765415738530 Crow	( GAS CO LLC			TX		Your item was delivered to an individual at the address at 12:40 pm on June 20, 2023 in
9402811898765415738585 COG 9402811898765415738530 Crow		PO Box 1248 Jane				Your package will arrive later than expected, but is still on its way. It is currently in transit
9402811898765415738585 COG 9402811898765415738530 Crow			Lew	wv	26378	to the next facility.
9402811898765415738530 Crow	G OPERATING LLC					We were unable to deliver your package at 8:33 am on June 20, 2023 in MIDLAND, TX
9402811898765415738530 Crow		600 W Illinois Ave	Midland	TX	79701-4882	79701 because the business was closed. We will redeliver on the next business day. No
		000 11 1111110137110	- Trindidina		75702 1002	Your item has been delivered to an agent for final delivery in MIDLAND, TX 79705 on June
	wnrock Minerals TP	PO Box 51933	Midland	TX	79710-1933	26, 2023 at 11:11 am.
9402811898765415738042 State	Will Ock Willieruis, El	1 0 BOX 31333	Iviididiid	17	73710 1333	Your item has been delivered to an agent for final delivery in SANTA FE, NM 87501 on
	te Land Office	PO Box 1148	Santa Fe	NM	87504-1148	June 21, 2023 at 7:20 am.
5402011030703415730042 State	te Land Office	1 O BOX 1140	Santare	INIVI	07304 1140	We attempted to deliver your item at 3:57 pm on June 20, 2023 in FRISCO, TX 75033 and
9402811898765415737250 Curti	tis A Anderson Trustee	9314 Cherry Brook Ln	Frisco	TX	75033-0651	a notice was left because an authorized recipient was not available.
9402811898703413737230 Culti	tis A. Aliderson, Trustee	9314 CHEITY BIOOK LII	TTISCO	17		Your item has been delivered to an agent for final delivery in OKLAHOMA CITY, OK 73102
9402811898765415737267 DEVO	ON ENERGY CO LB	333 W Sheridan Ave	Oklahoma City	ОК		on June 21, 2023 at 6:00 am.
9402811898763413737267 DEVC	TOIN EINERGY CO LP	555 W Sheriuan Ave	Okianoma City	UK	73102-3010	Your item has been delivered to an agent for final delivery in OKLAHOMA CITY, OK 73102
9402811898765415737229 DEVO	ON ENERGY PRODUCTION CO. LD	333 W Sheridan Ave	Oklahoma City	ок	72102 5010	on June 21, 2023 at 6:00 am.
9402811898703413737229 DEVC	TON ENERGY PRODUCTION CO. LP	555 W Sheriuan Ave	Okianoma City	UK	73102-3010	Your item has been delivered to an agent for final delivery in OKLAHOMA CITY, OK 73102
0403911909765415737309	on Energy Production Company, L.P.	333 W Sheridan Ave	Oklahoma City	ок	72102 5010	on June 21, 2023 at 6:00 am.
9402811898763413737298 Devo	on Energy Production Company, c.P.	555 W Sheriuan Ave	Okianoma City	UK	73102-3010	Your item has been delivered to an agent for final delivery in HOUSTON, TX 77202 on June
9402811898765415737243 EOG	C DESCHIBLES INC	1111 Bagby St Lbby 2	Houston	TX	77002 2500	21, 2023 at 9:54 am.
9402811898763413737243 EOG	3 RESOURCES INC	1111 Bagby St Lbby 2	Houston	17	77002-2389	Your item is being held at the MIDLAND, TX 79706 post office at 7:23 am on June 20,
9402811898765415737236 EOG	C DESCHIBLES INC	5509 Champions Dr	Midland	TX	70706 2042	2023. This is at the request of the customer.
9402811898765415737274 EXCA		PO Box 25045	Albuquerque	NM		Your item was picked up at the post office at 8:20 am on June 22, 2023 in ALBUQUERQUE,
9402811898765415737816 Geor		PO Box 23043	Denver	CO		Your item was picked up at the post office at 9:22 am on June 23, 2023 in AEDOGOERQOE,
9402811898765415737854 HAN		PO Box 1737	Roswell	NM		Your item was picked up at the post office at 9:22 am on June 21, 2023 in BENVER, CO
9402811898765415737861 HARF		PO Box 1737	Roswell	NM		Your item arrived at the ROSWELL, NM 88201 post office at 1:18 pm on June 24, 2023 and
9402811898765415738080 EOG		PO Box 840321	Dallas	TX		Your item has been delivered and is available at a PO Box at 5:01 am on June 22, 2023 in
9402811898763413738080 EOG	3 Resources IIIC.	PO BOX 840321	Dallas	17	73264-0321	Your item departed our NORTH HOUSTON TX DISTRIBUTION CENTER destination facility
9402811898765415737823 J S AI	A DED CD ON A DIE NAINIS	2001 Gulf Bldg	Houston	TX	77002	on June 26, 2023 at 10:39 am. The item is currently in transit to the destination.
9402811698763413737823 J 3 Ai	ABERCROIVIBLE IVIIINS	2001 Guli Biug	nouston	17	77002	Your package will arrive later than expected, but is still on its way. It is currently in transit
0403911909765415737900	rraw Family Oil 9 Cas II C	C200 Rea Cayes Rd Ridg 1 Cth Floor	Austin	TX	70746 5022	to the next facility.
9402811898765415737809 Jastro	· · · · · · · · · · · · · · · · · · ·	6300 Bee Caves Rd Bldg 1 6th Floor PO Box 558	Austin	CO		Your item was delivered to an individual at the address at 1:02 pm on June 20, 2023 in
9402811898765415737892 John	n kyle i noma, i rustee	PO BOX 558	Peyton	CO	80831-0558	·
9402811898765415737847 Kimb	ball Art Faundation	301 Commerce St Ste 2900	Fort Worth	TX	76102 4452	Your item was delivered to an individual at the address at 11:34 am on June 22, 2023 in FORT WORTH, TX 76102.
9402811898765415737847 KIMD	ibeli Art Foundation	301 Commerce St Ste 2900	Fort Worth	IX	76102-4152	· ·
0.403.011.00.07.65.41.573.703.0	adam Investments Limited	1601 Flm St Sto 2400	Dallas	TX	75201 7201	Your item was returned to the sender on June 20, 2023 at 11:44 am in DALLAS, TX 75201
9402811898765415737830 Kingo	,	1601 Elm St Ste 3400	Dallas	_		because the addressee was not known at the delivery address noted on the package.  Your item was picked up at the post office at 11:05 am on June 22, 2023 in LAFAYETTE, LA
9402811898765415737878 KRP I	<del>•</del> , ·	PO Box 59000	Lafayette	LA		· · · · · · · · · · · · · · · · · · ·
9402811898765415737717 Lega	, , ,	15 Smith Rd Ste 3000	Midland	TX		Your item was delivered to an individual at the address at 1:32 pm on June 20, 2023 in
9402811898765415737755 Lega	, , ,	15 Smith Rd Ste 3000	Midland	TX		Your item was delivered to an individual at the address at 1:32 pm on June 20, 2023 in
9402811898765415737762 LONG	NG IKUSIS	PO Box 1336	Kilgore	TX	/5663-1336	Your item was picked up at the post office at 8:06 am on June 26, 2023 in KILGORE, TX
9402811898765415737724 LRF J	In 11.0	DO D 11227	N All all a services		70702 0007	Your item was delivered to the front desk, reception area, or mail room at 9:14 am on
	Jr. LLC	PO Box 11327	Midland	TX	/9/02-8327	June 22, 2023 in MIDLAND, TX 79701.
9402811898703413737724 LRFJ		5400 Lbj Fwy Ste 1500, One Lincoln				Your package will arrive later than expected, but is still on its way. It is currently in transit

				1		Value items was delivered to an individual at the address at 2.50 pm an lune 20, 2022 in
9402811898765415737700	MADOO-NET	101 N Robinson Ave Ste 1000	Oklahoma City	ок	72102-5512	Your item was delivered to an individual at the address at 3:58 pm on June 20, 2023 in OKLAHOMA CITY, OK 73102.
9402811898703413737700	IVIAF 00-INL I	101 N ROBINSON AVE SEE 1000	Okianoma City	OK	73102-3313	Your item was delivered to the front desk, reception area, or mail room at 2:37 pm on
0403911909765415737703	MARATHON OIL PERMIAN LLC	990 Town And Country Blvd	Houston	TX	77024 2217	June 20, 2023 in HOUSTON, TX 77024.
9402811898703413737793	WARATTON OIL FERIVITAN LEC	390 TOWIT AND COUNTRY BIVE	Tiouston	17	77024-2217	Your package will arrive later than expected, but is still on its way. It is currently in transit
9402811898765415737748	MARROR ENERGY CORD	808 W Main St	Artesia	NM	99210	to the next facility.
9402811898765415737748		PO Box 2450	Hobbs	NM		Your item was picked up at the post office at 10:22 am on June 21, 2023 in HOBBS, NM
9402811898765415737731	INIC VAY Drilling Company	PO BOX 2450	ממטסד	INIVI	88241-2450	Your item was returned to the sender at 9:28 am on June 20, 2023 in LOMBARD, IL 60148
0403811808765415737770	MID-CON GAS SERVICES CORP	701 E 22nd St	Lombard	IL	CO1 48 FOOF	because the forwarding order for this address is no longer valid.
9402811898765415737779		PO Box 2850		WY		Your item arrived at the SANTA FE, NM 87501 post office at 1:01 pm on June 23, 2023 and
9402811898765415737915	INIELSOIN & ASSOC INC	PO BOX 2850	Cody	VVY	82414-2850	Your package will arrive later than expected, but is still on its way. It is currently in transit
9402811898765415737953	NORTONILLO	60 Beach Ave	Dartmouth	MA	02749 1542	to the next facility.
		1001 17th St Ste 1800		CO		Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
9402811898765415737960	Permian Resources Operating, LLC	1001 17th St Ste 1800	Denver	CO	80202-2058	· · · · · · · · · · · · · · · · · · ·
0.40304.4000765.445737033	DVD DDODLIGING CO. LLC	747 T Ct Ct 2400	llaata	TV	77002 2752	Your item departed our NORTH HOUSTON TX DISTRIBUTION CENTER destination facility
9402811898765415737922		717 Texas St Ste 2100	Houston	TX		on June 26, 2023 at 6:01 pm. The item is currently in transit to the destination.
9402811898765415737908	Rave Energy, Inc.	PO Box 3087	Houston	TX	//253-308/	Your item was picked up at the post office at 3:16 pm on June 26, 2023 in HOUSTON, TX
0.40004.4000765.445700.455	COC ODERATING I.E.	500 1441111			70704 4000	We were unable to deliver your package at 8:33 am on June 20, 2023 in MIDLAND, TX
9402811898765415738455	COG OPERATING LLC	600 W Illinois Ave	Midland	TX	79701-4882	79701 because the business was closed. We will redeliver on the next business day. No
						Your item was delivered to an individual at the address at 10:57 am on June 21, 2023 in
9402811898765415737991		201 Main St Ste 2500	Fort Worth	TX		FORT WORTH, TX 76102.
9402811898765415737946		PO Box 19567	Houston	TX		Your item was picked up at the post office at 1:06 pm on June 21, 2023 in HOUSTON, TX
9402811898765415737984	Rusk Capital Management, LLC	7600 W Tidwell Rd Ste 800	Houston	TX	//040-6/18	Your item was delivered to an individual at the address at 1:27 pm on June 20, 2023 in
						Your item has been delivered to an agent for final delivery in ROSWELL, NM 88201 on
9402811898765415737939	STRATA PRODUCTION CO	1301 N Sycamore Ave	Roswell	NM	88201-8892	June 20, 2023 at 11:27 am.
						Your item was delivered to an individual at the address at 11:37 am on June 20, 2023 in
9402811898765415737618		PO Box 17744	Fort Worth	TX		FORT WORTH, TX 76102.
9402811898765415737656	Texas Independent Exploration Limited	6760 Portwest Dr	Houston	TX	77024-8005	Your item was delivered to an individual at the address at 11:12 am on June 21, 2023 in
						This is a reminder to pick up your item before July 6, 2023 or your item will be returned
9402811898765415737663	The Long Trust	PO Box 3096	Kilgore	TX	75663-3096	on July 7, 2023. Please pick up the item at the KILGORE, TX 75663 Post Office.
0.400044000765445707604	TI D 15 11	777 - 1 6:6: 0".1	5	T.,	75402 4040	Your item was delivered to an individual at the address at 10:56 am on June 21, 2023 in
9402811898765415737601		777 Taylor St Ste Pii-J	Fort Worth	TX		FORT WORTH, TX 76102.
9402811898765415737694	7 11	PO Box 1477	Little Elm	TX		Your item was picked up at the post office at 2:02 pm on June 21, 2023 in LITTLE ELM, TX
9402811898765415737649		1221 Lamar St Ste 1600	Houston	TX		Your item was delivered to an individual at the address at 12:40 pm on June 20, 2023 in
9402811898765415738462	Permian Resources Operating, LLC	1001 17th St Ste 1800	Denver	со	80202-2058	Your item was delivered to an individual at the address at 3:24 pm on June 20, 2023 in
						Your package will arrive later than expected, but is still on its way. It is currently in transit
9402811898/65415/3/68/	TX INDEPENDENT EXPLORATION INC	1600 Smith St Ste 3800	Houston	TX	//002-/345	to the next facility.
						Your package will arrive later than expected, but is still on its way. It is currently in transit
9402811898765415737632		3075 Wilshire Blvd	Los Angeles	CA		to the next facility.
9402811898765415737670	Vision Energy, Inc.	PO Box 2459	Carlsbad	NM	88221-2459	Your item was picked up at the post office at 1:22 pm on June 21, 2023 in CARLSBAD, NM
			_			Your package will arrive later than expected, but is still on its way. It is currently in transit
9402811898765415737113	WHITING 1988 PROD	1700 Broadway Ste 2300	Denver	СО	80290-1703	to the next facility.
				l		Your item has been delivered to an agent for final delivery in OKLAHOMA CITY, OK 73102
	WPX ENERGY PERMIAN LLC	333 W Sheridan Ave	Oklahoma City	OK		on June 21, 2023 at 6:00 am.
9402811898765415737168	XTO HOLDINGS LLC	22777 Springwoods Village Pkwy	Spring	TX	77389-1425	Your item was delivered to an individual at the address at 11:59 am on June 20, 2023 in
						Your item was delivered to the front desk, reception area, or mail room at 7:44 am on
9402811898765415737120		105 S 4th St	Artesia	NM		June 23, 2023 in ARTESIA, NM 88210.
9402811898765415737106		2000 Post Oak Blvd Ste 100	Houston	TX		Your item was delivered to an individual at the address at 11:49 am on June 20, 2023 in
9402811898765415738424	NGL WATER SOLUTIONS PERMIAN, LLC	865 Albion St Ste 400	Denver	СО	80220-4809	Your item was delivered to an individual at the address at 1:51 pm on June 20, 2023 in
						Your item was returned to the sender on June 21, 2023 at 8:43 am in GREENUP, KY 41144
						because the address was vacant or the business was no longer operating at the location
9402811898765415738400	ADEX RESOURCES CORP	PO Box 109	Argillite	KY	41121-0109	and no further information was available.
						Your item arrived at our USPS facility in OKLAHOMA CITY OK DISTRIBUTION CENTER on
9402811898765415738493	Ben J. Fortson, Jr., Trustee	301 Commerce St Ste 2900	Fort Worth	TX	76102-4152	June 26, 2023 at 10:22 am. The item is currently in transit to the destination.

### Affidavit of Publication

### STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobb News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear this the clipping attached hereto was publish in the regular and entire issue of said newspaper, and not a supplement there for a period of 1 issue(s).

> Beginning with the issue dated June 23, 2023 and ending with the issue dated June 23, 2023.

Sworn and subscribed to before me this 23rd day of June 2023.

flus 10

Business Manager

My commission expires January 29, 2027

(Seal) STATE OF NEW MEXICO NOTARY PUBLIC **GUSSIE RUTH BLACK COMMISSION # 1087526** COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publis legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws 1937 and payment of fees for said

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. 9 Submitted by: OXY USA INC. Hearing Date: July 6, 2023 Case No. 23633

### LEGAL NOTICE June 23, 2023

# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. The hearing will be conducted remotely on Thursday, July 6, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a> or obtained from Marlene Salvidrez, at Marlene. Salvidrez@emnrd.nm.gov. Documents filed in the case may be viewed at <a href="https://ocdimage.emnrd.nm.gov/lmaging/Default.aspx.">https://ocdimage.emnrd.nm.gov/lmaging/Default.aspx.</a> If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Marlene Salvidrez at Marlene. Salvidrez@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than June 26, 2023.

Persons may view and participate in the hearings through the following link:

https://nmemnrd.webex.com/nmemnrd/j.php?MTID=maaedf304905c6a120ecfe7659a603112 Webinar number: 2490 895 0241

Join by video system: 24908950241@nmemnrd.webex.com You can also dial 173.243.2.68 and enter your webinar number

Join by phone: 1-844-992-4726 United States Toll Free +1-408-418-9388 United States Toll Access code: 2490 895 0241

Panelist password: RiCWWgmZ327 (74299469 from phones and video systems)

STATE OF NEW MEXICO TO:
All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All affected parties, including: Bureau of Land Management; State Land Office; EOG Resources Inc.; Matador Production Company; COG Operating Co.; Permian Resources Operating, LLC; NGL Water Solution Permian, LLC; Adex Resources Corp.; Ben J. Fortson, Jr., Trustee; Bill Burton, his heirs and devisees; BPX Operating Co.; Burlington Resources Oil & Gas Co.; Centennial Resources Production LLC; Charles Andrew Spradlin, his heirs and devisees; Chevron U.S.A. Inc.; Chisos, Ltd.; CNX Gas Co.LC; COG Operating Co.; Crownpoint Minerals, LP; Curtis A. Anderson, Trustee; Devon Energy Production Company; EOG Resources Inc.; Excalibur Energy Co.; George Vaught, Jr., his heirs and devisees; Hanagan Petroleum Corp.; Harrington Trust; J S Abercrombie Mins; Jastrow Family Oil & Gas, LLC; John Kyle Thoma, Trustee; Kimbell Art Foundation; Kingdom Investments, Limited; KRP Legacy Isles, LLC; Legacy Reserves Operating LP; Long Trusts; LRF Jr. LLC; MAP00-Net; Marathon Oil Permian LLC; Marbob Energy Corp.; McVay Drilling Company; Mid-Con Gas Services Corp.; Nielson & Assoc., Inc.; Norton LLC; Permian Resources Operating, LLC; PXP Producing Co LLC; Rave Energy, Inc.; Robert C. Grable, his heirs and devisees; Rockport Oil and Gas, LLC; Rusk Capital Management LLC; Strata Production Co.; Sundance Minerals I; Texas Independent Exploration Limited; The Long Trust; The Roach Foundation; The Taurus Royalty,LLC; Torch Oil & Gas Co.; US Borax & Chem Corp.; Vision Energy, Inc.; Whiting 1988 Prod; WPX Energy Permian LLC; XTO Holdings LLC; and ZPZ Delaware I LLC.

Case No. 23633: Application of OXY USA Inc. for Closed Loop Gas Capture Injection Pilot Project, Eddy and Lea Counties, New Mexico. Applicant in the above-styled cause seeks an order authorizing it to engage in a closed loop gas capture injection pilot project ("Pilot Project") in the Bone Spring formation within a 1,958.92-acre, more or less, project area for this Pilot Project consisting of the following acreage identified below in Eddy and Lea Counties, New Mexico (the "Project Area"):

Township 22 South, Range 31 East Section 13: W/2 W/2 Section 12: W/2 W/2

Township 22 South, Range 32 East
Section 8: All
Section 17: All
Section 19 W/2 W/2

Applicant proposes to occasionally inject into the following producing wells to avoid the temporary flaring of gas or the shut-in of producing wells during pipeline capacity constraints, mechanical difficulties, plant shutdowns, or other events impacting the ability to deliver gas into a pipeline:

- Lost Tank 30-19 Federal Com 1H (API No. 30-025-46474) with a surface location 128 feet FNL and 1235 feet FWL (Lot 1) in Section 19, Township 22 South, Range 32 East, and a bottom hole location 29 feet FSL and 971 feet FWL (Lot 4) in Section 30, Township 22 South, Range 32 East, NMPM, all in Lea County, New Mexico.
- \*\*Top Spot 12-13 Federal Com 11H well (API No. 30-015- 48595) with a surface location 655 feet FSL and 2022 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 51 feet FNL and 448 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New
- Top Spot 12-13 Federal Com 1H well (API No. 30-015-48594) with a surface location 655 feet FSL and
   2087 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 51 feet FNL and 764 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New
- Top Spot 12-13 Federal Com 21H well (API No. 30-015- 47771) with a surface location 655 feet FSL and 2052 feet FWL (Unit N) in Section 13, Township 22 South, Range 31 East, and a bottom hole location 49 feet FNL and 449 feet FWL (Unit D) in Section 12, Township 22 South, Range 31 East, NMPM, all in Eddy, New Mexico.
- Mexico.

   Dr Pi Federal Unit 17 8 DA 21H well (API No. 30-025-48282) with a surface location 530 feet FSL and 1075 feet FWL (Unit M) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 52 feet FNL and 453 feet FWL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.

   Dr Pi Federal Unit 17 8 DA 23H well (API No. 30-025-48947) with a surface location 530 feet FSL and 1145 feet FWL (Unit M) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 37 feet FNL and 2193 feet FWL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.

- feet FNL and 2193 feet FWL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.

  \*\*Dr Pi Federal Unit 17 8 DA 25H well (API No. 30-025-48949) with a surface location 455 feet FSL and 1565 feet FEL (Unit O) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 40 feet FNL and 1282 feet FEL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.

  \*\*Dr Pi Federal Unit 17 8 DA 26H well (API No. 30-025-48950) with a surface location 455 feet FSL and 1530 feet FEL (Unit O) in Section 17, Township 22 South, Range 32 East, and a bottom hole location 61 feet FNL and 322 feet FEL (Unit D) in Section 8, Township 22 South, Range 32 East, NMPM, all in Eddy County, New Mexico.

OXY seeks authority to utilize these producing wells to occasionally inject produced gas into the Bone Spring formation at total vertical depths of between approximately 9,005 feet to 10,699 feet along the horizontal portion of each wellbore at surface injection pressures of no more than 1,300 psi. at an average injection rate of 3 MMSCF per day and a maximum injection rate of 4 MMSCF per day. The source of the produced gas will be from the Bone Spring and Wolfcamp formations. The subject acreage is located approximately 22 miles northeast of Loving, New Mexico. #00279953