ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

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



| | ADMINISTRATIVE APPLICATION CHECKLIST |
|-----------|--|
| | HIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE |
| Аррис | cation Acronyms: [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] |
| [1] | TYPE OF APPLICATION - Check Those Which Apply for [A] [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD |
| | Check One Only for [B] or [C] [B] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM |
| | [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR [D] Other: Specify NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [A] Working, Royalty or Overriding Royalty Interest Owners |
| | [D] Other: Specify |
| [2] | NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Moes Not Apply [A] Working, Royalty or Overriding Royalty Interest Owners |
| | [B] Offset Operators, Leaseholders or Surface Owner |
| | [C] Application is One Which Requires Published Legal Notice |
| | [D] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office |
| | [E] For all of the above, Proof of Notification or Publication is Attached, and/or, |
| | [F] Waivers are Attached |
| [3] | SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE. |
| | CERTIFICATION: I hereby certify that the information submitted with this application for administrative val is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this ration until the required information and notifications are submitted to the Division. |
| - | Note: Statement must be completed by an individual with managerial and/or supervisory capacity. |
| Seriet of | or Type Name Skinature Skinature Regulatory Analyst 108/12 |
| | iennifer duarte a complete |

5 Greenway Plaza, Suite 110, Houston, Texas 77046 P.O. Box 4294, Houston, Texas 77210-4294 Direct: 713.513.6640 Fax: 713.985.8849 Jennifer_duarte@oxy.com

October 8, 2012

Re:

Application for Administrative Approval

for Non-Standard Location

Piglet 21 State #3 30-015-40163

SL: 1014' FSL & 1000' FEL SESE Sec 21, T17S, R28E Eddy County, New Mexico

Dear Mr. David Brooks:

OXY USA WTP Limited Partnership ("OXY") respectfully request approval under rule 104 (F) of this application for the subject non-standard well location on the Piglet 21 State #3. This well encroaches other wells that have the same working interest partners. The attached letter from our land department verifies that we have researched and have find no need to notice any additional persons since the operator and working interest owners are identical. If there is any additional information needed, please feel free to contact me at any time.

Please review the attached application and its supporting documentation for determination of approval. If you have any questions or should you need any further information, please do not hesitate to contact me.

Thank you in advance for your time.

Very Truly Yours,

OXY USA WTP Limited Partnership

Jennifer Duarte Regulatory Analyst



5 Greenway Plaza, Suite 110, Houston, Texas 77046 P.O. Box 4294, Houston, Texas 77210-4294 Direct: 713.513.6680 Fax: 713.985.4917 Tiffany_Pollock@oxy.com

October 3, 2012

Re: Non-Standard Location

Piglet 21 State #3

SL: 1014' FSL & 1000' FEL

Section 21: SESE

Township 17 South, Range 28 East

Eddy County, New Mexico

Dear Sir or Madam:

The referenced well is at a non-standard location, encroaching upon the SWSE and the NWSE of Section 21, Township 17 South, Range 28 East. OXY will be filing an application with the New Mexico Oil Conservation Division for approval of the non-standard location ("NSL"). This letter serves to notice you that the operator and interest owners are identical as to the S/2 of Section 21, Township 17 South, Range 28 East; therefore there are no operators and/or owners to notice.

If you should have any questions or comments, please do not hesitate to contact the undersigned.

Very Truly Yours,

OXY_USA WTP Limited Partnership

Tiffany C. Pollock, CPL

Landman

<u>District I</u> 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

1000 Rio Brazos Rd., Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico

Form C-101 August 1, 2011-

Permit 146964

Energy, Minerals and Natural Resources

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

| APPLICATION FOR P | | |
|-------------------|--|--|
| | | |
| | | |

| 1. Operator Name and Address OXY USA WTP LIMITED PARTNERSHIP PO Box 4294 Houston, TX 77210 | | 2. OGRID Number 192463 3: API Number 30-015-40163 | |
|--|-----------------------------------|--|--|
| 4: Property Code 309602 | 5. Property Name PIGLET 21 \$TATE | 6. Well No. 003 | |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Ich | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| P | 21 | 178 | 28E | P | 1014 | S | 1000 | E. | EDDY |

8. Pool Information

| ARTESIA, GLORIETA-YESO (O) | 96830 |
|----------------------------|-------|
|----------------------------|-------|

Additional Well Information

| | 1 | | | |
|-----------------------|--------------------|--------------------------------------|----------------|-----------------------------------|
| 9. Work Type | 10. Well Typé | 11. Cable/Rotary | 12. Lease Type | 13. Ground Level Elevation |
| New Well | OIL | | State | 3632 |
| 14. Multiple | 15. Proposed Depth | 16. Formation | 17. Contractor | 18: Spud Date |
| N | 5200 | Yeso Formation | | 5/13/2012 |
| Depth to Ground water | | Distancé from nearest fresh water we | ıtı | Distance to nearest surface water |

19. Proposed Casing and Cement Program

| Type | Hole Size | Casing Type | . Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|--------------------|---------------|-----------------|---------------|
| Surf | 12.25 | 9.625 | 36 | 400 | 250 | .0, |
| Prod | 8.75 | 5.5 | 17 | 5200 | 2080 | .0 |

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|-----------|------------------|---------------|--------------|
| Annular | 5000 | 5000 | Schaffer, |
| DoubleRam | 5000 | 5000 | Schaffer |

| of my knowledge and belief | tion given above is true and complete to the best ling pit will be constructed according to | OIL CONSERVATION DIVISION Approved By: Randy Dade | | |
|----------------------------|--|--|----------------------------|--|
| | ieral permit 🗆, or an (attached) alternative | | | |
| Printed Name: Electronic | ally filed by KAREN M SINARD | Title: District Supervisor | | |
| Title: | | Approved Date: 4/16/2012 | Expiration Date: 4/16/2014 | |
| Email Address: karen_sin | ard@oxy.com | | | |
| Date: 4/11/2012 | Phone: 713-366-5485 | Conditions of Approval Arta | ched | |

District 1 State of New Mexico Form C-102 1625 N. French Dr., Hobbs, NM 88240 Revised October 12, 2005 Energy, Minerals & Natural Resources Department District B Submit to Appropriate District Office 1301 W. Grond Avenue, Artesio, NM 88210 OIL CONSERVATION DIVISION District III State Lease- 4 Copies 1220 South St. Francis Dr. 1000 Rio Brozos Rd., Aztec, NM 87410 Fee Lease- 3 Copies District IV Sonto Fe, NM 87505 1220 S. St. Francis Dr., Santo Fe, NM 87505 AMENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code Property Name Well Number "21" STATE 3 **PIGLET** Operator Name Elevation 3632.01 Surface Location Ronge Lot Idn Feet from the North/South line Feet from the East/West line County UL or lot no. Section Township 21 17 SOUTH 28 EAST, N.M.P.M. 1014 SOUTH 1000 **EAST EDDY** Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County Dedicated Acres Joint or Insid Consolidation Code Order No. No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division. OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hale location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. SURVEYOR CERTIFICATION shown field i tted from made by nd that me the bes Dole Surreyof 22 Chill 1000 SURFACE LOCATION NEW MEXICO EAST NAD 1927 Y=660378.7 X=548627.2 1014 LAT.: N 32.8153690 LONG: W 104.1750520

WO# 110527WL-1 (Rev. A) (KA)

Permit Comments

Operator: OXY USA WTP LIMITED PARTNERSHIP , 192463
Well: PIGLET 21 STATE #003
API: 30-015-40163

| Created By | Comment | Comment Date |
|---------------|--|-----------------|
| jduarte | Other operating company was notified on 2/21/2012 and a copy of the letter and the return receipts will be mailed along with the additional attachments. | 4/11/2012 |
| CSHAPARD | Land s/S | 4/13/2012 |

Permit Conditions of Approval
Operator: OXY USA WTP LIMITED PARTNERSHIP, 192463
Well: PIGLET 21 STATE #003
API: 30-015-40163

| OCD Reviewer | Condition |
|-----------------|--|
| CSHAPARD | Once the well is spud; to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in coment the water protection string |