8/10/2015

PH C

PMAM15272 =7884

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

TH	IIS CHECKLIST IS M	ANDATORY FOR ALL ADMINISTRATIVE A			LES AND REGULATIONS
Applic	ation Acronym	WHICH REQUIRE PROCESSII 8:	NG AT THE DIVISION LEVI	EL IN SANTA FE	
	[DHC-Dow [PC-Po	ol Commingling] [OLS - Off-Le	ise Commingling] ease Storage] [Ol [PMX-Pressure Main [IPI-Injection Pre	[PLC-Pool/Lease C .M-Off-Lease Measu ntenance Expansio	ommingling] irement] n]
[1]	TYPE OF AP [A]	PPLICATION - Check Those William Location - Spacing Unit - Simum NSL NSP S	Itaneous Dedication	-0x y	16-4773 4451. Inc 656
	Check [B]	One Only for [B] or [C] Commingling - Storage - Meas DHC CTB P	urement	OLS 🗌 OLM	-EsperAnzAzy 30-015-34205
	[C]	Injection - Disposal - Pressure WFX PMX S		EOR PPR	Proj
	[D]	Other: Specify			- CAMLSBAd'S WOLFCAMP, 500M
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check Working, Royalty or Over	Those Which Apply, riding Royalty Intere		17200
	[B]	Offset Operators, Leaseho	lders or Surface Owi	ner	- CANLSDAJ; Star South, 9AS 74120
	[C]	Application is One Which	Requires Published	Legal Notice	74120
	[D]	Notification and/or Concu	rrent Approval by Bl missioner of Public Lands, Stal	LM or SLO e Land Office	
	. (E)	For all of the above, Proof	of Notification or Po	ublication is Attache	d, and/or,
	[F]	☐ Waivers are Attached			
[3]		CURATE AND COMPLETE INTO INDICATED ABOVE.	NFORMATION R	EQUIRED TO PRO	OCESS THE TYPE
	/al is <mark>accurate</mark> a	FION: I hereby certify that the index of my know it is a complete to the best of my know it is a contraction and notification.	owledge. I also unde	erstand that no actio	
	Note:	-Statement must be completed by an i	ndividual with managori	a l and/or supervisory c	spacity .
الامن: Print o	<u>ک Stewar</u> r Type Name	Signature	r S	P. Reg. Adviso	Date
			٠. ا	in Stranger	@044.00~

e-mail Address

District | Line Hole Nie sta

District IV

District IV

1225 B Francia In Same Fe, No. 1730 F

State of New Mexico Energy, Minerals and Natural Resources Department

Oll Conservation Division 1220 South St. Francis D. Santa Fe. New Mexico 87505 Corrected Form C-107A Revised August 1, 2011

APPLICATION TYPE
Single Weil
Establish Pre-Approved Pools
EXISTING WELLBORE
Yes
No

1 for 100g.

APPLICATION FOR DOWNHOLE COMMINGLING

DXX USA INC P.O. BOX 50250 M: ELL-E	TX.	てよること	
Operator 1 Address			
E-PERSON AND THE TOP OF THE PROPERTY OF THE PR		エニフファ・	
Espenda 25-24 - 225-26 E		-ce-7	
Lease The William Township-Range	* .	County	_
	•		_
	r. J I	F	_

the state of the s	Frank elim to a		•
DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Contibol Wolfern		Caulsbed Strawn South (Gas)
Pool Code	74200	÷ .	74120
Top and Buttom of Pay Section (Perforated or Open-Hole Interval)	9250-9552	•	10305-10400
Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
Bottomhole Pressure (Note: Pressure) at the battery perfection in the lower rose is unknown 190% of the depth of the top perfection in the open zone)	५५००	2.5 5	47.8O
Oil Gravity or <u>Gas HTU</u> (Depte A ^{rt} or the HTU)	1200		1200
Producing, Shut-In or New Zone 등록	New		New.
Date and Oil/Gas/Water Rates of Last Production (Note for two means the production laster), options shall be remend to study production committee and requiring that a	Date Production Rates Type Curve	Date,	Date Production Rates Type Curve
Fixed Allocation Percentage (Now Holsestum or has not upon semectang other than current or past production, supporting data sec- cylintation will be reposed;	Oil Gas	Oil Gas	0il Gas 12 % \$2

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones if not, have all working, royalty and overriding royalty interest owners been notified by certain the control of the control		No No
Are all produced fluids from all commingled zones compatible with each other?	Yes	No
Will commingling decrease the value of production?	Yes	
If this well is on, or communitized with, state or federal lands, has either the Commissioner or the United States Bureau of Land Management been notified in writing of this application NMOCD Reference (Case No. applicable to this well		No V
Attachments C-102 for each zone to be commingled showing its spacing unit and acceeded dedication Production curve for each zone for at least one year. (If not available, attach explanation for the support and open the support and open the support allocation method or formula. Notification list of working loyalty and overriding royalty interests for uncommon into any additional entering to support comminging.	oń.)	

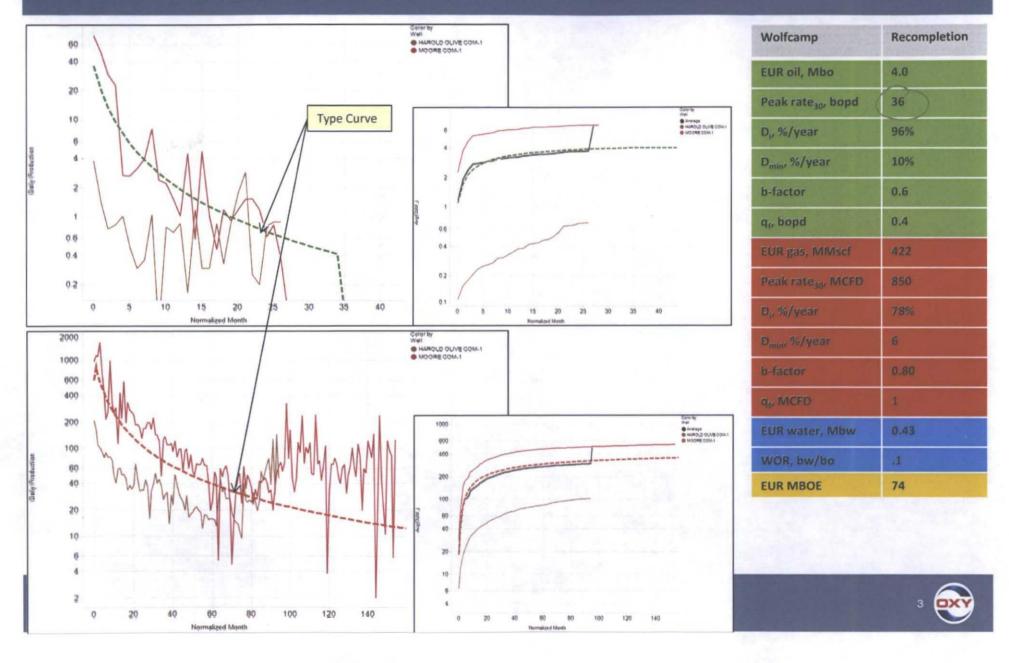
PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

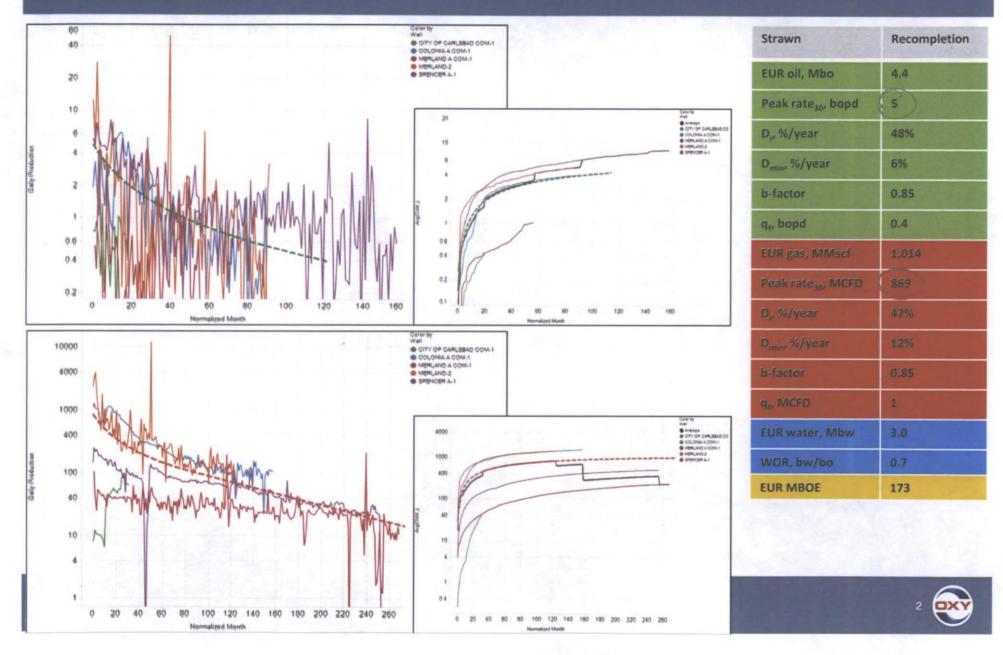
List of other orders approving downhole commingling within the proposed Pre-Approved Pools
List of all operators within the proposed Pre-Approved Pools
Proof that all operators within the proposed Pre-Approved Pools were provided nonce of this application.
Bottomiole pressure data

I hereby certify that the information above is used and straighters to the best of	my knowledge and belief
SIGNATURE TITLE SR. Res	CALUSO DATE BUSKIS Blie
The state of the s	TELEPHONE NO C 4327 LOS STUT
EMAN ADDRESS Agrid Stephentopper, com	

Esperanza 24 1 Recompletion Production Type Curves - Wolfcamp



Esperanza 24 1 Recompletion Production Type Curves - Strawn



District 1
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 Road, Aztec, NM 87410 Phone. (505) 334-6178 Fax: (505) 334-6170

<u>Pistrict IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

☐AMENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

Phone (503) 476	-3460 Pax. (30:	3) 476-3402						_	
APPLI	CATIO	N FOR	PERMIT T	O DRILL,	RE-ENTE	R, DEEPEN	,PLUGBAC	K)OR AD	
		04-4	USA I.	<i>م</i> د ،				1 669 4	
			o. Box 50		10		30	API Numbe	
⁴ Prope	erty Code		Guz		Property Name	24		-015-347	ell No.
	****			•	rface Locati				
.UL - Lot	Section	Township	Range	Lot Idn	Feet from	. N/S Line	Feet From	E/W Line	County
F_	24	225	26E	<u> </u>	1685	nowth	1935	west	Eddy
UL - Lot	Section	Township	Range	* Propose	Feet from	N/S Line	Feet From	E/W Line	County
			i	ι, οι τωι	669]		ELLY
0	24	225	26E		66 (north	しいえ	west	1 427
			****		ol Informati	on			
Contab	املا لح	framp	South ((-us) -74;	Name 200 (Cau	Ishad Stre	iwn, South	(Gas)	74120 Pool Code
		-	h	Addition	al Well Infor	mation			
11. Wo	rk Type		w ¹² Well Type		Cable/Rotary		Lease Type	15 Gro	ound Level Elevation
	ultiple	UT	17. Proposed Depth		18 Formation		19 Contractor		²⁰ Spud Date
Depth to Grou	<u> </u>	ાંભા	0 ((0)	nce from nearest	fresh water wall	حدسا	NA Dictance	to nearest surface	evail Hopman
Depui to diot	and water		Dista	—	mesh water wen		Distance	to nearest surface	water
We will b	e using a o	closed-loop	system in lieu o	f lined pits					
			21.	Proposed Ca	sing and Cen	nent Program			
Туре	Hol	e Size	Casing Size	Casing We	ight/ft	Setting Depth Sacks of Cement		Cement	Estimated TOC
Swt		42.	13 ⁷ (8''	५७		429'	<u>45</u>	<u>5</u>	Sunt-Cinc
Int-l	7 9	7e	95 15"	36		1950	ઇા	5	Sunt-Cinc
エッナーブ		ı"	, ¬(ii	26		((୧୯୦) ଓ ସ ଓର୍	49	9	1620'-75
9 009 9	ام)	lar !	۲۱(۲'Casin	g/Cement Pr	ogram: Addi	Additional Comments 500 886			8800'-131
CIBI'®	11385	اس ' ۲	305K CM	+ 40 11	ro20,	See	: affective d	- for Dr	ocedure,
			22.	Proposed Blo	wout Preven	tion Program		_	
	Туре		,	Vorking Pressure		Test Pre	ssure	Manufacturer	
Double	Ran			5000		500	Ø.		
best of my kn			n given above is t	rue and complete	to the	OIL	CONSERVAT	ION DIVIS	ION
I further cer	I further certify that I have complied with 19.15.14.9 (A) NMAC and/or								
19.15.14.9 (B Signature:	19.15.14.9 (B) NMAC Grapplicable Signature:								
Printed name									
	. Pegu	<u>عهد می</u>	y Aduis	24		roved Date:	E-	spiration Date:	
		<u> بعد بعد</u> الکے کیا	ewant O			noved Date.	(E.	spiration Date.	
						ditions of Approval	Attached	<u> </u>	
Date. DC	Date: 817 (15 Phone: 432-685-5717 C						. mucheu		

OXY USA Inc.

Esperanza 24 #1 - 30-015-34205

- 1. MIRU PU, NDWH NUBOP. Scan tubing OOH and lay down.
- 2. MIRU WL unit. Run gauge ring and then set 4-1/2" CIBP at 11385', M&P 30sx cmt on top of CIBP. RD WL.
- 3. Also set 4-1/2" CIBP at 10,536'. M&P 30 sx cmt on top of CIBP. RD WL.
- 4. Pressure test easing to 7000 psi for 30 minutes. Pressure drop should be less than 700 psi.
- 5. Perforate 3SPF @ 10395-10400', 10305-10310' (30 holes), 120 phasing using 3-1/8" guns loaded with 23 gm charge.
- 6. Dump bail 15% HCL acid at 10,395'. Break down perforation at 3 bpm with 20 bbls fsw. Make sure perforations will break down before calling out frac crew.
- 7. NDBOP NU frac stack. RDMO PU.
- 8. MIRU frac crew. Frac well per below schedule. Maximum pressure 6000 psi, 40-50 bpm.

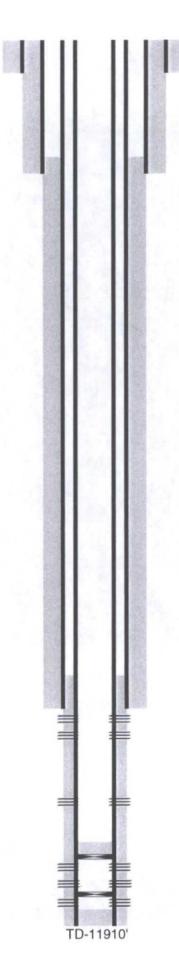
I		1	:	1		1 .	(-	f -	
Stage	Description	Fluid Vol.	Cum. Vol.	Fluid Type	Rate	Proppant	Sand Vol.	Total Sand	Proppant
		gallons	gallons		bpm	Conc.			Type
Q	15% HCL	2000	2000	acid	10	1 _	[.		
1	15# linear	7500	9500	linear fluid	40				
2	15# X-link	15000	24500	x-link fluid	40		[-	
3	15# X-link	3000	27500	x-link fluid	40	0.5	1500	1500	20/40 white
4	15# X-link	5000	32500	x-link fluid	40	1 1	5000	6500	20/40 white
5	15# X-link	7000	39500	x-link fluid	40	1.5	10500	17000	20/40 white
6	15#X-link	8000	47500	x-link fluid	40	2	16000	33000	20/40 white
7	15# X-link	8000	55500	x-link fluid	40	2.5	20000	53000	20/40 white
8	15# X-link	8000	63500	x-link fluid	40	3 "	24000	77000	20/40 white
9	15# X-link	8000	71500	x-link fluid	40	3.5	28000	105000	20/40 white
10	Displace	4000	75500	15# linear	40	1		105000	
	7	·		1	-,	•			
		· · · · ·		,		,			

- 9. Do not over-flush frac: cut short by one barrel. Bypass tub at 3#.
- 10. MIRU WL unit. Set flow through CBP at 9650'. Pressure test to 5000 psi for 5 minutes.
- 11. Perforate 3SPF@ 9550-9552', 9500-9502', 9450-9452', 9400'-9402', 9350-9352', 9300-9302', 9250-9252' (42 holes), 120 phasing 3-1/8" guns loaded with 23 gm charge
- 12. Dump bail acid at 9,550'. Break down perforations with 20 bbls fsw.
- 13. Frac well per below schedule. Maximum pressure 6000 psi, 50-60 bpm.

tege	Description		Cum, Vol.	Fluid Type	(gratie	i içindibisut	sand Vol.	Total Sand	Propparit
	<u> </u>	gallons	Callens	i .	ppm	Conc.	<u>!</u> _	: :	Tyge
<u>a</u>	15% HCL	2000	2000	acid .	143		•	Ĺ :	_
1	15a linear	wood	12000	linear fluid	50	*		- 1	
2	19#X-link	25000	97000	n link fluid ;	:513		•		
:3	15# X-link	5000	42000	x-link fluid	50	0.5	2500	1500	20/40 white
4	LS#X-link	1.0000	52003	x link fluid	313	ī	10000	1.15(3)	20/40 white
5	15#X-link	15000	67000	x-link fluid	50	1.5	22500	34333	20/40 white
6	158 X Hink	15000	820(9)	x link fluid	50	1	30000	64100	20/40 exhite
7	15#X link	Lichts	970891	x link fluid	501	1.5	37500	101500	21/41 white
B	LS#X-link	150kkl	1120991	x-link fluid ,	.50	្ន	45000	146500	201/40 white
9	15#X-link	LSCHILL	1.27(3)35	k link fluid	:511	3.5	525(3)	199000	20] 40 vitin
10	Displace	4000	L3 Colors	LS# linesr	- 50	· ·	·	1990kb) ;	

- 14. SI well. RDMO frac equipment.
- 15. Lubricate tubing hanger in well with back pressure valve.
- 16. Remove top part of frac stack, leaving lower master valve closed.
- 17. RU flow back iron and equipment.
- 18. Lubricate tubing hanger and back pressure valve out of tubing head.
- 19. Open well to flowback equipment on 12/64" choke. Flow well up casing.
- 20. Open choke per PE.
- 21. Flow well to flowback equipment until cleans up.
- 22. SI well when fluids cleaned-up. Lubricate tubing hanger with BPV.
- 23. Install production tree on top of master valve.
- 24. Contact production department to put well to sales.
- 25. After well starts liquid loading due to flow up casing, SI well. MIRU PU.
- 26. ND tree. Set tubing hanger with BPV, Remove master valve.
- 27. NUBOP. Remove hanger and BPV.
- 28. RIH with 3-3/4" bit and 3-1/16" drill collars. Drill CBP at 9650' and clean out, TOH.
- 29. Rerun same 2-3/8" production tubing (bad joints replaced) with NC on bottom, one joint, SN then remainder of tubing.
- 30. Place SV in SN and pressure test tubing to 6000 psi every 20 stands as RIH. Replace tubing as needed.
- 31. Land tubing, remove SV, NU production tree, RDMO. Contact lease operator to put well to production.

OXY USA Inc. - Proposed Esperanza 24 #1 API No. 30-015-34205



17-1/2" hole @ 429' 13-3/8" csg @ 429' w/ 450sx-TOC-Surf-Circ

12-1/4" hole @ 1950' 9-5/8" csg @ 1950' w/ 815sx-TOC-Surf-Circ

8-3/4" hole @ 8986' 7" csg @ 8986' w/ 429sx-TOC-1620'-TS

Perfs @ 9250-9552'

Perfs @ 10305-10400'

6-1/4" hole @ 11910' 4-1/2" csg @ 11900' w/ 300sx-TOC-8800'-CBL

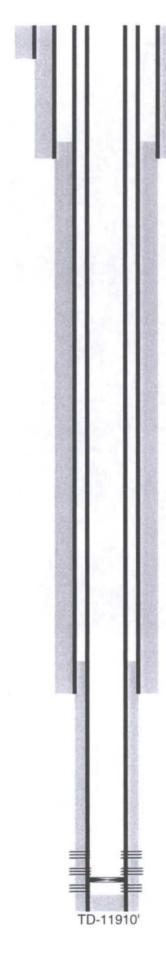
Perfs @ 11437-11594' Perfs @ 11736-11822'

CIBP @ 11385' w/ 30sx to 11050'

CIBP @ 11660'

PB-11858'

OXY USA Inc. - Current Esperanza 24 #1 API No. 30-015-34205



17-1/2" hole @ 429' 13-3/8" csg @ 429' w/ 450sx-TOC-Surf-Circ

12-1/4" hole @ 1950' 9-5/8" csg @ 1950' w/ 815sx-TOC-Surf-Circ

8-3/4" hole @ 8986' 7" csg @ 8986' w/ 429sx-TOC-1620'-TS

6-1/4" hole @ 11910' 4-1/2" csg @ 11900' w/ 300sx-TOC-8800'-CBL

Perfs @ 11437-11594'

Perfs @ 11736-11822'

CIBP @ 11660'

PB-11858'

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

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

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

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

State of New Mexico

Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

			WELL LO	CHILOI	THID ACIO	LAGE DEDIC		1	A STATE OF THE PARTY OF THE PAR
30-015	PI Numbe		74	Pool Code	Ca	ulshad u	3 Pool Nar	p. South	(Gas)
⁴ Property C	T				Property N	ame		6 W	ell Number
OGRID N	No.			,	Elevation				
16696	100				3171				
				14	" Surface L			FREEDE	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	24	225	26E	120	1685	north	1935	West	EGGA
,				om Hole		Different From			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	24	225	26E		669	nouth	1012	west	Eddy
12 Dedicated Acres	13 Joint o		Consolidation Co	ode 15 Ord		1100	10.00	0000	2007
	1	0							
320	1								
	THE TS O	Q T W	\$.				Signature Desired Name B-mail Addre	interest or unleased mineral in ottom hole location or has a rig ant to a contract with an owner is voluntary pooling agreement or entered by the division.	th to drill this well at this of such a mineral or working a compulsory pooling E 5 15 Date
							I hereby ce plat was pi made by m same is tru Date of Surv	ertify that the well locat lotted from field notes of se or under my supervis se and correct to the be	ion shown on this of actual surveys ion, and that the st of my belief.
							Certificate No	ember	

District I 1045 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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1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

12 Dedicated Acres

320

13 Joint or Infill

N

14 Consolidation Code

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

		V	VELL LO	CATION	AND ACR	EAGE DEDICA	ATION PLA	T		
	API Numbe	г		² Pool Code			3 Pool Nar		. \	
30-01	5-342	05	74	1120		Com (shad	Strawn	South	(Gas)	
4 Property					⁵ Property N	ame		6	Well Number	
				Espe	ranza	24			1	
⁷ OGRII	No.				8 Operator N	ame			⁹ Elevation	
1669	6			OX	Y USA I	uc:			3(71	
					10 Surface L	ocation	Files ATS			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
F	24	225	26E		1685	north	1935	West	EGGA	
	4		" Bott	om 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	24	225	26E	15.0	669	nouth	1012	west	Eddy	

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.

15 Order No.

16 34 75°Q	e,Tw		17 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 hole location or has a right to drail 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 heretofory entered by the division.
	***		Signature Date David Stewart SRRs Adv. Printed Name david Stewart BOKY COM E-mail Address
			"SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
			Date of Survey Signature and Seal of Professional Surveyor: Certificate Number

McMillan, Michael, EMNRD

From:

David Stewart@oxy.com

Sent:

Thursday, August 13, 2015 9:15 AM

To:

McMillan, Michael, EMNRD

Subject:

RE: Esperanza 24 Well No. 1 DHC application

Mike, please see below for the list of wells. If you need any additional information, please let know. I appreciate the help.

Strawn

- 1. City of Carlsbad Com #1 30-015-20325 O-25-22S-26E
- 2. Colonia A Com #1 30-015-21593 K-18-22S-27E
- 3. Merland A Com #1 30-015-20459 O-19-22S-27E
- 4. Merland #2 30-015-33181 C-30-22\$-27E
- 5. Spencer A #1 30-015-20401 O-30-22S-27E

Wolfcamp

- 1. Harold Olive Com #1 30-015-20981 O-14-22S-26E
- 2. Moore Com #1 30-015-20842 I-23-22S-26E

Thanks, David S.

Wk - 432-685-5717

Cell - 432-634-5688

Fax - 432-685-5742

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]

Sent: Wednesday, August 12, 2015 4:21 PM To: Stewart, David < David Stewart@oxy.com>

Subject: RE: Esperanzà 24 Well No. 1 DHC application

Can you send a list of the wells you used for the allocation methods

Thanks Mike

From: David Stewart@oxy.com [mailto:David Stewart@oxy.com]

Sent: Wednesday, August 12, 2015 3:14 PM

To: McMillan, Michael, EMNRD

Subject: FW: Esperanza 24 Well No. 1 DHC application

Mike, I apologize for the confusion, please see below for the API No. for the wells in question. If you need any additional information, let me know. I appreciate the help."

Harold Olive Com 1: Sec. 14-T22S-R26E (API: 30015209810000) Moore Com 1: Sec. Sec. 23-T22S-R26E (API: 30015208420000)

Thanks, David S. Wk - 432-685-5717 Cell - 432-634-5688

Fax - 432-685-5742