aubmit Copy To Appropriate District Office	State of New M		Form C-103
<u>District I</u> – (575) 393-6161	Energy, Minerals and Nat	tural Resources	Revised August 1, 2011 WELL API NO.
1625 N French Dr , Hobbs, NM 88240 <u>District II</u> – (575) 748-1283	OH CONCEDUATIO	NI DIMIGIONI	30-015-39383
811 S First St , Artesia, NM 88210 District III – (505) 334-6178	OIL CONSERVATION		5. Indicate Type of Lease
1000 Rio Brazos Rd , Aztec, NM 87410	1220 South St. Fra		STATE S FEE
<u>District IV</u> – (505) 476-3460 1220 S St Francis Dr , Santa Fe, NM 87505	Santa Fe, NM 8	8/303	6. State Oil & Gas Lease No. EO-7116
SUNDRY NOT (DO NOT USE THIS FORM FOR PROPE	CICES AND REPORTS ON WELL DISALS TO DRILL OR TO DEEPEN OR P ICATION FOR PERMIT" (FORM C-101)	LUG BACK TO A	7. Lease Name or Unit Agreement Name EEYORE "34" STATE
PROPOSALS) 1. Type of Well: Oil Well	Gas Well Other	FOR SUCH	8. Well Number
2. Name of Operator	Gus Weii Guiei		9. OGRID Number
OCCIDENTAL PERMIAN LTD			157984
3. Address of Operator PO BOX 4294; HOUSTON, TX 7	<i>17</i> 210		10. Pool name or Wildcat ARTESIA; GLORIETA-YESO – 96830
4. Well Location	7210		ARTESIA, GLORIETA-TESO – 90030
	feet from the N line and 4	188 feet from the	E line
		28E NMPM	
Section 34	11. Elevation (Show whether D.		
		74.6'	
12. Check	Appropriate Box to Indicate 1	Nature of Notice,	Report or Other Data
NOTICE OF I	NTENTION TO:	SHR	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK		REMEDIAL WOR	
TEMPORARILY ABANDON		COMMENCE DRI	
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT	T JOB
DOWNHOLE COMMINGLE	·		
OTHER:		OTHER:	П
13. Describe proposed or com		l pertinent details, and	d give pertinent dates, including estimated date
		AC. For Multiple Cor	mpletions: Attach wellbore diagram of
proposed completion or re	completion.		•
Occidental Permian LTD request th	e change of the drilling plans on th	e above mentioned w	vell. We would like to drill this well as a
vertical well. Please see the attache	ed update plat and drilling plan. If	there are any further of	questions, please let me know.
			_
			RECEIVED APR 26 2012 NMOCD ARTES!4
			I "LOEIVED I
			APR 26 2012
			NING
			NIMOCD ARTESIA
Spud Date:	Rig Release I	Date:	
I hereby certify that the information	above is true and complete to the	best of my knowledge	e and belief.
/ _/	Ω		
SIGNATURE MM/O	TITLE RI	EGULATORY ANAI	LYST DATE_04/17/2012 _
Type or print name JENNIFER D	UARTE E-mail address: _jenr	nifer.duarte@oxv.com	<u>n</u> _ PHONE: _713-513-6640_,
For State Use Only	n - 1) / /	
ADDDONED DV	MAGAIL MAN /a	MARGIST	- C/4/2/11-
APPROVED BY: Conditions of Approval (if any):	TITLE GO	() ()	DATE 3/9/10/2

OPERATOR NAME / NUMBER: OXY USA Inc

16696

LEASE NAME / NUMBER: Eeyore 34 State # 1

API: 30-015-39383

STATE: NM

COUNTY: Eddy

SURFACE LOCATION:

738' FNL & 488' FEL, Sec 34, T17S, R28E

C-102 PLAT APPROX GR ELEV: 3674.6'

45. GEOLOGIC NAME OF SURFACE FORMATION

a. Permian

46. ESTIMATED TOPS OF GEOLOGICAL MARKERS & DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS

Formation	TV Depth Top	Expected Fluids
Rustler	352	·
Tansil	498	None
Yates	625	None
Seven Rivers	755	
Queen	1438	
San Andres	2187	
Glorietta	3571	Oil
Tubb – Base Yeso	5069	Oil
TD	5200	TD

E. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.

GREATEST PROJECTED TD 5200' MD / 5200' TVD

OBJECTIVE: Yeso

47. CASING PROGRAM

Surface Casing: 9.625" casing set at ± 400' MD/ 400' TVD in a 12.25" hole filled with 8.40 ppg mud

Interval	Length	Wt	Gr	Cplg	Coll Rating (psi)	Burst Rating (psi)	Jt Str (M-lbs)	ID (in)	Drift (in)	SF Coll	SF Burst	SF Ten
0'-400'	400'	36	J-55	ST&C	2020	3520	394	8.92	4.77	14.99	26.13	27.36

Production Casing: 5.5" casing set at ± 5200'MD / 5200'TVD in a 7.7/8" hole filled with 10.00 ppg mud

ı						Coll	Burst	·					
ı						Rating	Rating	Jt Str	ID	Drift	SF	SF	SF
ı	Interval	Length	Wt	Gr	Cplg	(psi)	(psi)	(M-lbs)	(in)	(in)	Coll	Burst	Ten
	0'- 5200'	5200'	17	L-80	LT&C	6290	7740	338	4.892	4.767	2.25	2.44	2.78

Collapse and burst loads calculated using Stress Check with actual anticipated loads.

48. CEMENT PROGRAM:

Surface Interval

Interval	Amount sx	Ft of Fill	Туре	Gal/Sk	PPG	Ft ³ /sk	24 Hr Comp
Surface (TOC:	0'-400')						
Lead: 0' – 400' (150% Excess)	250	400'	Premium Plus Cement, with 2% Calcium	6.39	14.80	1.35	2500 psi

Production Interval

Interval	Amount sx	Ft of Fill	Туре	Gal/Sk	PPG	Ft ³ /sk	24 Hr Comp
Production TO	OC: 0' 5200	,					
Lead: 0' - 3000 (150 % Excess)	940	3000	Halliburton Light Premium Plus with 5% Salt, 5 lb/sx Gilsonite and 0.125 lb/sx Poly_E_Flake (Lost circulation)	9.571	12.9	1.87	530 psi
Lead: 3000' - 5200 150 % Excess)	1140	2218'	50/50 Poz Premium Plus with 3% Salt, 0.4% Halad ®-322 (Low Fluid Loss Control) 0.125 lb/sx Poly E_Flake (Lost circulation)	5.638	14.5	1.24	980 psi

49. PRESSURE CONTROL EQUIPMENT

Surface: <u>0 - 400</u>' None.

Production: $\underline{0-5200}$ the minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required to drill below the surface casing shoe shall be 3000 (3M) psi.

- a. The 11" 3000 psi blowout prevention equipment will be installed and operational after setting the 9 5/8" surface casing and the 9 5/8" SOW x 11" 3K conventional wellhead;
- **b.** The BOP and ancillary BOPE will be tested by a third party upon installation to the 9 5/8" 36# J-55 surface casing. All equipment will be tested to <u>250/3000</u> psi for 10 minutes.
- c. The pipe rams will be functionally tested during each 24 hour period; the blind rams will be functionally tested on each trip out of the hole. These functional tests will be documented on the Daily Driller's Log. Other accessory equipment (BOPE) will include a safety valve and subs as needed to fit all drill strings, and a 2" kill line and 3 " choke line having a 3000 psi WP rating.
- d. See attached BOP & Choke manifold diagrams.

50. MUD PROGRAM:

Depth	Mud Wt ppg	· Vis Sec	Fluid Loss	Type System
0 – 400'	8.4 – 8.9	32 – 34	NC	Fresh Water /Spud Mud
400' – TD	9.8 – 10.0	28 – 29	NC	Brine Water

Remarks: Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times.

51. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT

a. A Kelly cock will be in the drill string at all times.

b. A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor unobstructed and readily accessible at all times.

52. LOGGING / CORING AND TESTING PROGRAM:

A. Mud Logger: None.

B. DST's: None.

C. Open Hole Logs as follows: Triple combo for production section.

53. POTENTIAL HAZARDS:

- M. H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
- N. The bottomhole pressure is anticipated to be 2500 psi
- O. No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

54. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS

Road and location construction will begin after the NMOCD has approved the APD. Anticipated spud date will be as soon as possible after NMOCD approval and as soon as a rig will be available. Move in operations and drilling is expected to take 15 days. If production casing is run, then an additional 30 days will be needed to complete the well and construct surface facilities and/or lay flow lines in order to place well on production.

55. COMPANY PERSONNEL:

<u>Name</u>	<u>Title</u>	Office Phone
Mike Metz	Drilling Engineer	713-366-5753
Luis Tarazona	Drilling Engineer Supervisor	713-366-5771
Sergio Abauat	Drilling Superintendent	713-366-5689
Douglas Chester	Drilling Manager	713-366-5194