

RECEIVED:	REVIEWER:	TYPE:	APP NO:
-----------	-----------	-------	---------

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: _____ OGRID Number: _____
 Well Name: _____ API: _____
 Pool: _____ Pool Code: _____

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location - Spacing Unit - Simultaneous Dedication
 NSL NSP (PROJECT AREA) NSP (PRORATION UNIT) SD
- B. Check one only for [I] or [II]
 [I] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM
 [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
 A. Offset operators or lease holders
 B. Royalty, overriding royalty owners, revenue owners
 C. Application requires published notice
 D. Notification and/or concurrent approval by SLO
 E. Notification and/or concurrent approval by BLM
 F. Surface owner
 G. For all of the above, proof of notification or publication is attached, and/or,
 H. No notice required

<u>FOR OCD ONLY</u>	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application 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.

Print or Type Name



Signature

Date

Phone Number

e-mail Address



5 Greenway Plaza, Suite 110
Houston, TX 77046-0521

January 25, 2021

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Attention: Leonard Lowe

Re: ***Application for Administrative Approval of Non-Standard Location
Lusk 28 West Federal Com 1H – Lusk; Bone Spring, South
Surface – 652' FSL 2425' FEL Unit O Sec 28 T19S R32E
First Take Point – 796' FSL 2342' FEL Unit O Sec 28 T19S R32E
Last Take Point – 533' FNL 2242' FEL Unit B Sec 28 T19S R32E
Bottom Hole –397' FNL 2235' FEL Unit B Sec 28 T19S R32E
Lea County, New Mexico***

Dear Mr. Lowe:

Occidental Permian Ltd. respectfully requests administrative approval of a non-standard location on the Lusk 28 West Federal Com 1H well, API Number-30-025-41257, Property Code 40005. The #1H well is proposed to be completed in the Lusk Bone Spring South pool, Pool Code 41460. The proposed completed interval is projected as follows:

Surface – 652' FSL 2425' FEL Unit O Sec 28 T19S R32E
First Take Point – 796' FSL 2342' FEL Unit O Sec 28 T19S R32E
Last Take Point – 533' FNL 2242' FEL Unit B Sec 28 T19S R32E
Bottom Hole –397' FNL 2235' FEL Unit B Sec 28 T19S R32E

The adjoining units towards which the unorthodox location encroaches are located in T19S R32E, Section 28 - Units C, F, K, N.

Approval of the unorthodox completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

To support this request, the following information has been submitted for your review:

1. C-102 Plat for the proposed well and additional plats with offsetting well and affected spacing units.
2. List of affected offset parties in each adjoining spacing unit in the same pool or formation located closer to the unorthodox well location than the minimum distance prescribed by applicable rule or order, copies of the signed certified return receipts will be furnished upon request.
3. Statement from Oxy Production Engineer

If you need any additional information, please call me at 432-685-5936.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jana Mendiola", is positioned above the typed name.

Jana Mendiola
Regulatory Specialist

Attachments
CC: Service List



Occidental Permian Ltd.

5 Greenway Plaza, Suite 110
Houston, TX 77046-0521

January 25, 2021

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

Re: *Application for Administrative Approval of Non-Standard Location
Lusk 28 West Federal Com 1H – Lusk; Bone Spring, South
Surface – 652' FSL 2425' FEL Unit O Sec 28 T19S R32E
First Take Point – 796' FSL 2342' FEL Unit O Sec 28 T19S R32E
Last Take Point – 533' FNL 2242' FEL Unit B Sec 28 T19S R32E
Bottom Hole – 397' FNL 2235' FEL Unit B Sec 28 T19S R32E
Lea County, New Mexico*

To Whom it May Concern:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by Occidental Permian Ltd., requesting administrative approval for a non-standard location. As an affected party, notice is being provided to you pursuant to Rule 19.15.4.12(A)(2)(a), 19.15.15.9(A) and 19.15.16.15(B). The well is located as follows:

Surface – 652' FSL 2425' FEL Unit O Sec 28 T19S R32E
First Take Point – 796' FSL 2342' FEL Unit O Sec 28 T19S R32E
Last Take Point – 533' FNL 2242' FEL Unit B Sec 28 T19S R32E
Bottom Hole – 397' FNL 2235' FEL Unit B Sec 28 T19S R32E

If you object to the well's location, you must notify the Division in writing no later than 20 days from the date the application is received by the NMOCD (1220 South St. Francis Drive, Santa Fe, NM 87505; Attention: Leonard Lowe).

If you need any additional information, you can contact Clay Carroll at 713-366-5281 or myself at 432-685-5936.

Thank you,

A handwritten signature in blue ink, appearing to read "Jana Mendiola".

Jana Mendiola
Regulatory Specialist
Occidental Permian Ltd.

District I
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
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

API Number 30-025-41257		Pool Code 41460	Pool Name LUSK; BONE SPRING, SOUTH
Property Code 40005	Property Name LUSK "28" WEST FED. COM		Well Number 1H
OGRID No. 157984	Operator Name OCCIDENTAL PERMIAN LTD.		Elevation 3560.8'

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	28	19 SOUTH	32 EAST, N.M.P.M.		652'	SOUTH	2425'	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
B	28	19 SOUTH	32 EAST, N.M.P.M.		397'	NORTH	2235'	EAST	LEA

Dedicated Acres 160	Joint or Infill	Consolidation Code	FTP- 796' FSL 2342' FEL, Unit O Sec 28 T19S R32E LTP- 533' FNL 2242' FEL, Unit B Sec 28 T19S R32E
------------------------	-----------------	--------------------	--

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.

BOTTOM HOLE LOCATION
NEW MEXICO EAST
NAD 1927
Y=596138.9
X=673558.1
LAT.: N 32.6376224°
LONG.: W 103.7695264°

PENETRATION POINT
NEW MEXICO EAST
NAD 1927
Y=592568.4
X=673562.4
LAT.: N 32.6278082°
LONG.: W 103.7695737°

SURFACE LOCATION
NEW MEXICO EAST
NAD 1927
Y=591839.7
X=673445.6
LAT.: N 32.6258070°
LONG.: W 103.7699658°

GRID AZ = 359°56' 3570.6'
GRID AZ = 09°07' 738.0'

PRODUCING AREA
PROJECT AREA

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 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.

[Signature] 01/25/2021
Signature Date

JANA MENDIOLA
Printed Name
janalyn_mendiola@oxy.com
E-mail Address

SURVEYOR CERTIFICATION

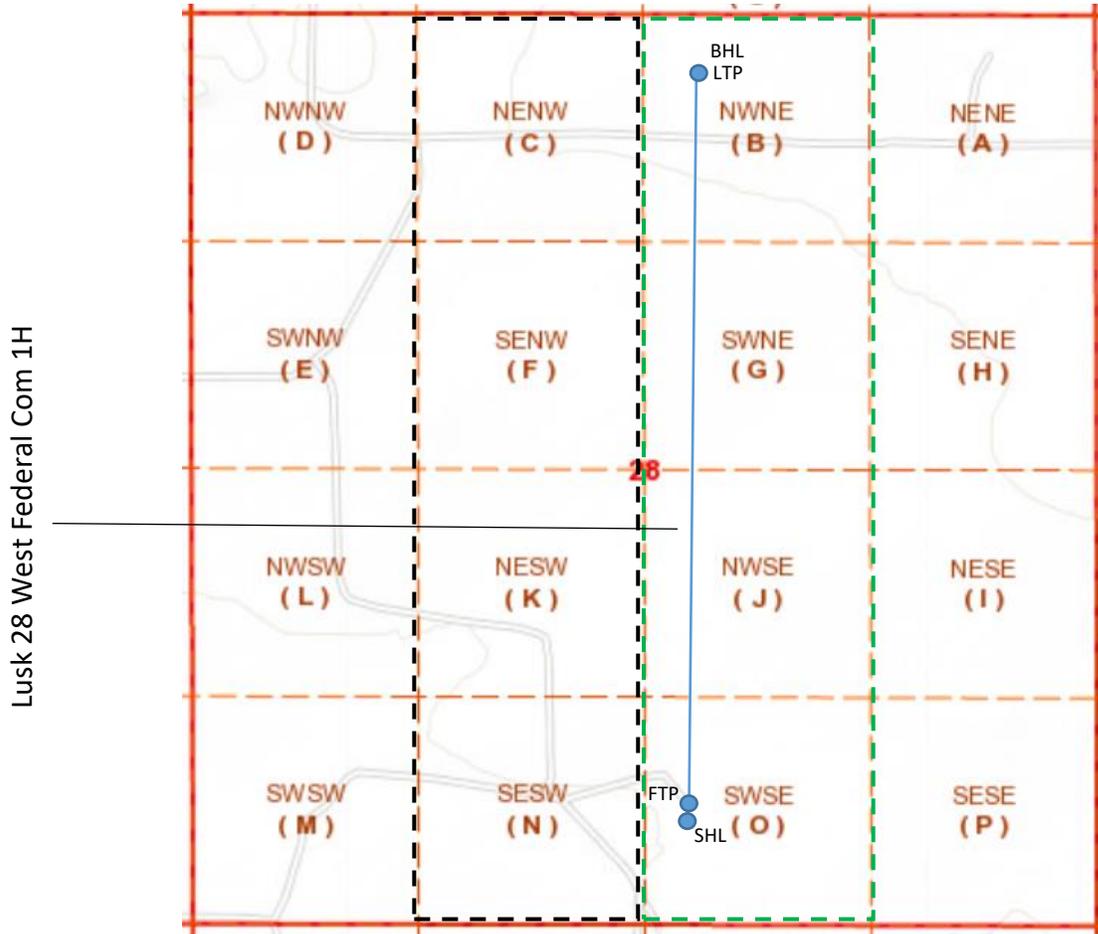
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.

[Signature] JUNE 14, 2012
Date of Survey

Signature and Seal of Professional Surveyor: *[Signature]*

Certificate Number 15079
WO# 120614WL-a (KA)

Occidental Permian Ltd.
Lusk 28 West Federal Com 1H (API# 30-025-41257)
Section 28 Township 19 South, Range 32 East, N.M.P.M.
Lea County, New Mexico





Occidental Oil and Gas Corporation
ATTN: Zethais Mujica
5 Greenway Plaza, Suite 110
Houston, TX 77046
832-641-6447
Zethais.mujica@oxy.com

January 25, 2021

Mr. Leonard Lowe
New Mexico Oil Conservation Division
1220 South Francis Drive
Santa Fe, New Mexico 87505

RE: *Application for Nonstandard Location—Engineering Justification*
Occidental Permian Ltd.
Lusk 28 West Federal Com 1H (API# 30-025-41257)
T19S R32E, Section 28 – Units B, G, J, and O, Lea County

Dear Mr. Lowe:

Occidental Permian Ltd. respectfully seeks approval for a non-standard location, decreasing the first take point for Lusk 28 West Federal Com #1H (API# 30-025-41257) in the Lusk Spring South pool, Pool code 41460. It is Oxy's responsibility as a prudent operator to maximize lateral length and minimize reserves left in the ground. Decreasing the first take point will increase this well's effective lateral length by 619 feet and increase the estimated ultimate recovery of the well by approximately 5%. Any increase in first or last take point would result in untapped reserves left in the reservoir, and waste of a resource that would otherwise go undeveloped.

Sincerely,

Zethais Mujica

Zethais Mujica
Production Engineer

Application Non-Standard Location - Service List

**Occidental Permian Ltd.
Lusk 28 West Federal Com #1H
API# 30-025-41257**

New Mexico Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Online Submission	Bureau of Land Management Hobbs 414 West Taylor St. Hobbs, NM 88240 7011 3500 0002 4940 1126
---	---

Existing Horizontal Spacing Unit Section 28 (T19S-R32E) - Units C, F, K, N

Occidental Permian Ltd. P.O. Box 50250 Midland, TX 79710	XTO Holdings, LLC 22777 Springwoods Village Pkwy Spring, TX 77389 7011 3500 0002 4940 1133
--	---

Copies of this application were mailed to the following individuals, companies and organizations on or before January 25, 2021.



Jana Mendiola, Regulatory Specialist
Occidental Permian Ltd.

District I
 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
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 15608

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
OCCIDENTAL PERMIAN LTD P.O. Box 4294 Houston, TX772104294			157984	15608	NSL
OCD Reviewer			Condition		
llowe			None		