District | 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

Form C-101 August 1, 2011

Permit 221598

	ne and Address / USA WTP LIMI	TED PARTNER	SHIP						2. OGRID Nu 19	mber 92463		
	Box 4294 ston, TX 77210								3. API Numbe 30	er 0-015- <mark>43</mark> 83	6	
4. Property Code 316			5. Property Name CORF	RAL FLY 2	STATE				6. Well No.	05H		
					7.	Surface Location						
UL - Lot B	Section 2	Township 25	Range S	29E	Lot Idn 2	Feet From 120	N/S Line N	Feet From 25	75 EM	/ Line E	County	Eddy
	**	20	500		8. Propose	ed Bottom Hole Loca	tion	<i>12</i>			50	
UL - Lot	Section	Township	Range	205	Lot Idn	Feet From	N/S Line	Feet From	E/W	Line VA/	County	Eddy

9. Pool Information

or commontation	
PIERCE CROSSING: BONE SPRING, EAST	96473

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3070
16. Multiple N	17. Proposed Depth 13670	18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date 8/4/2017
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	10.75	40.5	434	286	0
Prod	9.875	7.625	26.4	8329	1802	0
Liner1	6.75	5.5	17	13670	324	8229

Casing/Cement Program: Additional Comments

Proposed Casing/Cementing Program: Intermediate 1 – Contingency DVT/ECP @ +/- 3269'. If cement circulates to surface during primary cementing operation, DVT cancellation cone will be run and 2nd stage cancelled. Proposed Mud Program: 0-434' FW GeI - 434-3269' Saturated Brine - 3269-8329' EnerSeal (MMH) - 8329'-TD Oil Based Mud. BOP Program: 13-5/8" 5M three ram stack w/5M annular preventer, 5M choke manifold. Additional information will be sent along with the H2S plan.

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	5000	
28	,		
23. I hereby certify that the information given a	bove is true and complete to the best of my	OIL CONSERVATIO	N DIVISION

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable.				OIL CONS	SERVATION DIVISION
Signature:					
Printed Name:	Electronically filed by KEL	EY MONTGOMERY	Approved By:	Paul Kautz	
Title:	Manager Regulatory			Geologist	_ 5.1000M
Email Address:	kelley_montgomery@oxy.com			6/28/2016	Expiration Date: 6/28/2018
Date:	6/27/2016	Phone: 713-366-5716	Conditions of Ap	proval Attached	28 - 20 - 20 - 20 - 20 - 20 - 20 - 20 -

Destrict 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (573) 193-6161 Fax: (575) 393-6720
District II.
811 S. Fart St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1600 Rio Britisos Road, Astec, NM 87410
Phone: (580) 334-6178 Fax: (583) 334-6170
District IV.
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (503) 476-3460 Fax: (503) 476-346

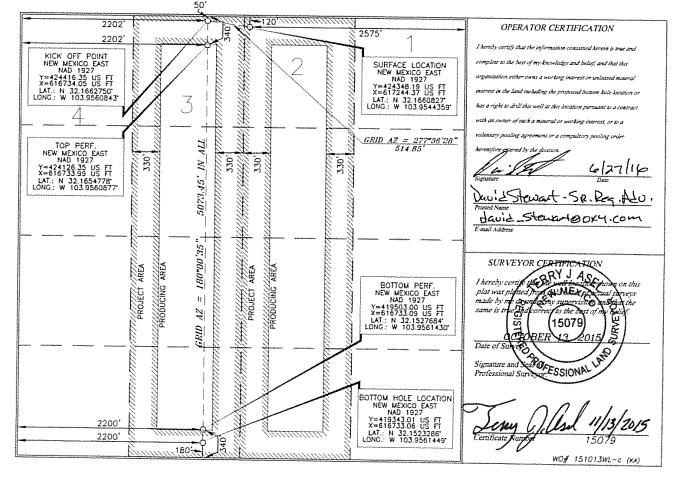
State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

☐ AMENDED REPORT

gradient and the second and the seco		WEL	L LOCA	TION ANI	D ACI	REAGE D	EDICATIO	N PLAT			
API Number				Pool Code Pool Name				***************************************	Orchidental manufacture and the Company of the Comp	***************************************	
				473		Pierc.	e (voss	ing Bone	SON	us I	East-
Property Cod	e [Property	/ Name			Well Number		
		-	*******************************	CORRAL	FLY	"2" ST	ATE			5H	
OGRID No.	*****				Operato.	r Name	***************************************	O'refficiente aurante partir de contrate aurante par	**************************************		Elevation
16696				ΟX	Y US	USA WTP LP				3070.4'	
OUTU. T						J/U.4					
Terr I in In		····			ace Le	ocation					
UL or lot no. Section	Townsi	tip [Ran	ge	Lot Ida	Feet from the	North/South line	Feet from the	East/We	st line	County
2 2	25 SO	UTH 1	29 EAST,	N. M. P. M.	WAR STATE OF THE S	120'	NORTH	2575'	EAS	ST	EDDY
			Bottom I	lole Locati	on If 1	Different I	From Surfac	e	Printerior Communicación de Communicació		
UL or lot no. Section	Townsh	úp	Ranj	ge	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County
N 2	25 SO	UTH 2	29 EAST.	N.M.P.M.		180'	SOUTH	2200'	WES		EDDY
Dedicated Acres	Joint or It	ıfili Con	solidation Cod	e Order No.	1		***************************************		***************************************		***************************************
160	12										

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.



Form APD Comments

Permit 221598

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

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, 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) 476-3470 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

PERMIT COMMENTS

Operator Name and Address:	API Number:
OXY USA WTP LIMITED PARTNERSHIP [192463]	30-015-43836
PO Box 4294	Well:
Houston, TX 77210	CORRAL FLY 2 STATE #005H

Created By	Comment	Comment Date
davidstewar	Top Perforated Interval: 340 FNL 2202 FWL 3 2-25S-29E - Lat: 32.1654778 Long: 103.9560877 Bottom Perforated Interval: 340 FSL 2200 FWL N 2-25S-29E - Lat: 32.1527684 Long: 103.9561430 A closed loop system will be utilized consisting of above ground steel tanks and haul-off bins. Disposal of liquids, drilling fluids and cuttings will be disposed of at an approved facility.	5/26/2016

Form APD Conditions

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

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u> 311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u> 1000 Rio Brazos Rd., 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) 476-3470 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

Permit 221598

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
OXY USA WTP LIMITED PARTNERSHIP [192463]	30-015-43836
PO Box 4294	Well:
Houston, TX 77210	CORRAL FLY 2 STATE #005H

OCD Reviewer	Condition
kjones	Will require a directional survey with the C-104
kjones	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 cement the water protection string
kjones	Cement is required to circulate on both surface and production strings of casing
kjones	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement.
kjones	The New Gas Capture Plan (GCP) notice is posted on the NMOCD website under Announcements. The Plan became effective May 1, 2016. A copy of the GCP form is included with the NOTICE and is also in our FORMS section under Unnumbered Forms. Please review filing dates for all applicable activities currently approved or pending and submit accordingly. Failure to file a GCP may jeopardize the operator's ability to obtain C-129 approval to flare gas after the initial 60-day completion period.