

Form 3160-3
(June 2015)

OCD – HOBBS

12/03/2020

RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2018UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: ☐ DRILL ☐ REENTER		5. Lease Serial No.
1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Other		6. If Indian, Allottee or Tribe Name
1c. Type of Completion: ☐ Hydraulic Fracturing ☐ Single Zone ☐ Multiple Zone		7. If Unit or CA Agreement, Name and No.
2. Name of Operator [16696]		8. Lease Name and Well No. [322423]
3a. Address	3b. Phone No. (include area code)	9. API Well No. 30-025-48169
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface At proposed prod. zone		10. Field and Pool, or Exploratory [98296]
14. Distance in miles and direction from nearest town or post office*		11. Sec., T. R. M. or Blk. and Survey or Area
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No of acres in lease	12. County or Parish
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	13. State
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	17. Spacing Unit dedicated to this well
24. Attachments		20. BLM/BIA Bond No. in file
25. Signature		23. Estimated duration

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- | | |
|--|---|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM. |

25. Signature	Name (Printed/Typed)	Date
Title		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

GCP Rec 12/03/2020

SL

(Continued on page 2)

APPROVED WITH CONDITIONS

Approval Date: 11/30/2020

KZ
12/14/2020

*(Instructions on page 2)

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (505) 393-6161 Fax: (505) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (505) 748-1283 Fax: (505) 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

OCD - HOBBS

12/03/2020

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-48169	Pool Code	Pool Name
Property Code 322423	Property Name LOST TANK "30_19" FEDERAL COM	Well Number 42H
OGRID No.	Operator Name OXY USA INC.	Elevation 3614.0'

Surface Location

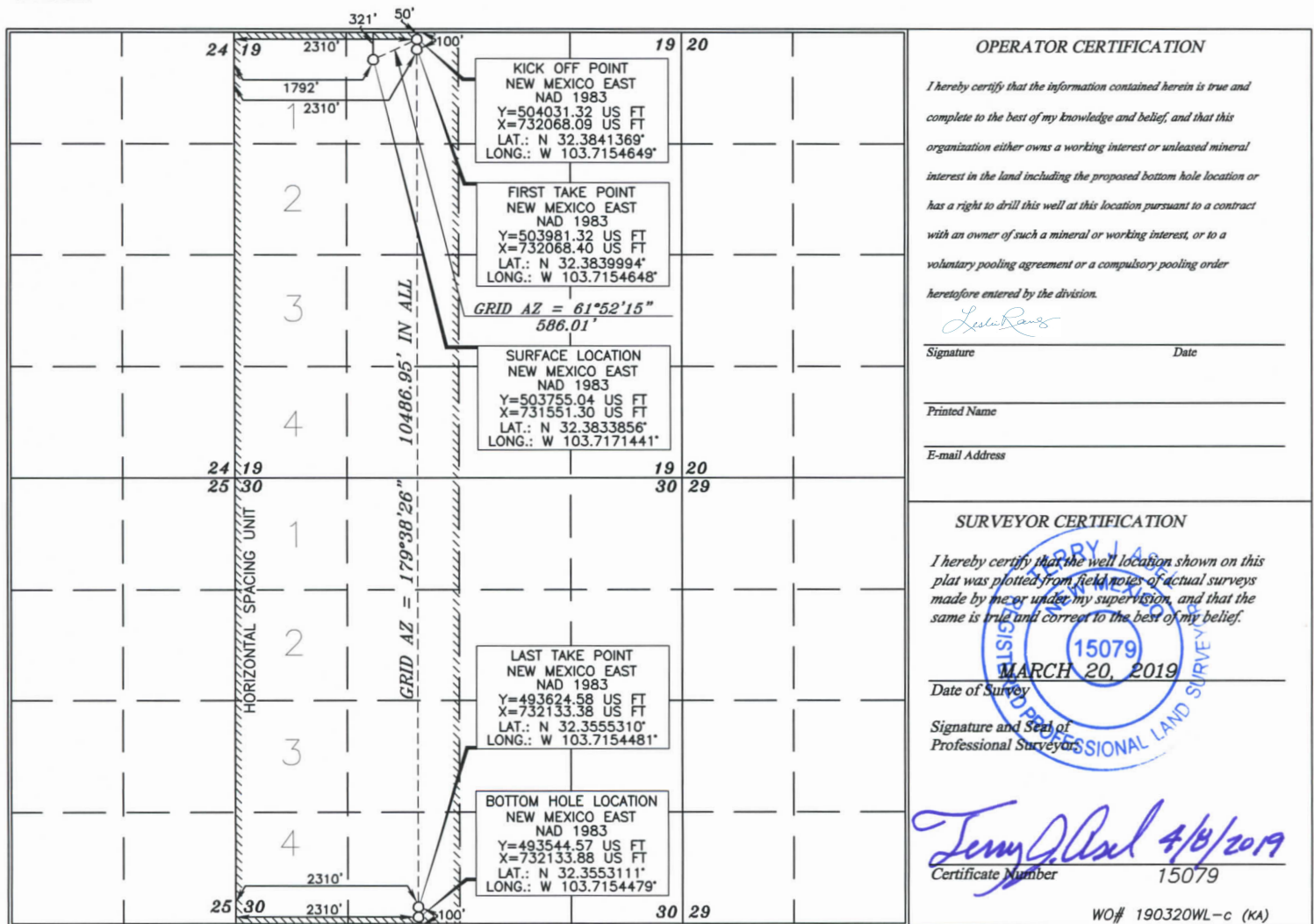
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	19	22 SOUTH	32 EAST, N.M.P.M.		321'	NORTH	1792'	WEST	LEA

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
N	30	22 SOUTH	32 EAST, N.M.P.M.		20'	SOUTH	2310'	WEST	LEA

Dedicated Acres 678.92	Joint or Infill	Consolidation Code	Order No.
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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.



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1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit Original
to Appropriate
District Office

OCD – HOBBS
12/03/2020
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GAS CAPTURE PLAN

Date: 10/8/2019

☒ Original Operator & OGRID No.: OXY USA INC. - 16696

☐ Amended - Reason for Amendment: _____
This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility – LOST TANK 18 CTB

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Lost Tank 30-19 Federal Com 2H	Pending	C-19-22S-32E	303 FNL 1822 FWL	1728	0	
Lost Tank 30-19 Federal Com 11H	Pending	D-19-22S-32E	128 FNL 1200 FWL	2760	0	
Lost Tank 30-19 Federal Com 12H	Pending	C-19-22S-32E	338 FNL 1762 FWL	2760	0	
Lost Tank 30-19 Federal Com 13H	Pending	C-19-22S-32E	288 FNL 1848 FWL	2760	0	
Lost Tank 30-19 Federal Com 21H	Pending	C-19-22S-32E	391 FNL 1671 FWL	2375	0	
Lost Tank 30-19 Federal Com 22H	Pending	C-19-22S-32E	373 FNL 1701 FWL	2375	0	
Lost Tank 30-19 Federal Com 23H	Pending	C-19-22S-32E	356 FNL 1731 FWL	2375	0	
Lost Tank 30-19 Federal Com 32H	Pending	D-19-22S-32E	128 FNL 1335 FWL	3418	0	
Lost Tank 30-19 Federal Com 33H	Pending	D-19-22S-32E	128 FNL 1370 FWL	3418	0	
Lost Tank 30-19 Federal Com 41H	Pending	D-19-22S-32E	128 FNL 1300 FWL	7244	0	
Lost Tank 30-19 Federal Com 42H 30-025-48169	Pending	C-19-22S-32E	321 FNL 1792 FWL	7244	0	
Lost Tank 30-19 Federal Com 71H	Pending	D-19-22S-32E	128 FNL 1270 FWL	2584	0	
Lost Tank 30-19 Federal Com 72H	Pending	D-19-22S-32E	128 FNL 1405 FWL	2584	0	

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from the production facility currently flows to Enterprise Field Services, LLC (“Enterprise”) and is connected to Enterprise’s low pressure gathering system located in Eddy, New Mexico. OXY USA INC. (“OXY”) may also install compression and deliver to Enterprise’s high pressure network and/or to DCP Midstream, LP (“DCP”). It will require 10,600’ of pipeline to connect the facility to Enterprise’s high pressure gathering system and 1,960’ of pipeline to connect the facility to DCP’s high pressure gathering system. OXY provides (periodically) to Enterprise and DCP a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, OXY, Enterprise, and DCP have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise’s Processing Plant located in Sec. 23, Twn. 21S, Rng. 23E, Eddy County, New Mexico or DCP’s Processing Plant located in Sec. 30, 31, Twn. 22S, Rng. 32E, Lea County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal

sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Enterprise's or DCP's systems at that time. Based on current information, it is OXY's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation – On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas – On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal – On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

Oxy USA Inc. - LOST TANK 30_19 FED COM 42H

1. Geologic Formations

TVD of target	12280'	Pilot Hole Depth	N/A
MD at TD:	23130'	Deepest Expected fresh water:	847'

Delaware Basin

Formation	TVD - RKB	Expected Fluids
Rustler	847	
Salado	1,140	Salt
Castile	2,845	Salt
Lamar/Delaware	4,616	Oil/Gas/Brine
Bell Canyon	4,682	Oil/Gas/Brine
Cherry Canyon	5,534	Oil/Gas/Brine
Brushy Canyon	6,744	Losses
Bone Spring	8,503	Oil/Gas
1st Bone Spring	9,586	Oil/Gas
2nd Bone Spring	10,228	Oil/Gas
3rd Bone Spring	11,234	Oil/Gas
Wolfcamp	11,698	Oil/Gas

*H₂S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

Hole Size (in)	Casing Interval		Csg. Size (in)	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	Buoyant	Buoyant
	From (ft)	To (ft)							Body SF Tension	Joint SF Tension
17.5	0	897	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4
12.25	0	5584	7.625	26.4	L-80 HC	BTC	1.125	1.2	1.4	1.4
9.875	5584	11792	7.625	26.4	L-80 HC	BTC	1.125	1.2	1.4	1.4
6.75	0	23130	5.5	20	P-110	DQX	1.125	1.2	1.4	1.4
SF Values will meet or Exceed										

The planned well design is to drill a 12-1/4" hole past the deepest injector in the area (~5,600-6200').

A) If there is H₂S/Flow, Oxy requests the option to set a 9-5/8" contingency string and cement to surface. An 8.5" hole will then be drilled to the originally planned ICP and 7-5/8" 26.4# FJxSF casing will be set and cemented to 500ft above the previous shoe.

B) If no flow/H₂S is seen, the 12-1/4" hole will be continued until ROP falls (expected 6200-7800'). At this point the hole size will be switched to 9-7/8".

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

*Oxy requests the option to run production casing with DQX, SF TORQ, and/or DQW TORQ connections to accommodate hole conditions or drilling operations.

Contingency Casing:

Hole Size (in)	Casing Interval		Csg. Size (in)	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	Buoyant	Buoyant
	From (ft)	To (ft)							Body SF Tension	Joint SF Tension
17.5	0	897	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4
12.25	0	5,584	9.625	40	L-80	BTC	1.125	1.2	1.4	1.4
8.5	0	11792	7.625	26.4	L-80 HC	SF (0 ft to ~ 5584 ft) FJ (~5584ft to 11792 ft)	1.125	1.2	1.4	1.4
6.75	0	23130	5.5	20	P-110	DQX	1.125	1.2	1.4	1.4
SF Values will meet or Exceed										

Oxy USA Inc. - LOST TANK 30_19 FED COM 42H

We plan to drill the seven well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.	
Will more than one drilling rig be used for drilling operations? If yes, describe. Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the attached document for information on the spudder rig.	Yes

Total estimated cuttings volume: 2040 bbls.

9. Company Personnel

<u>Name</u>	<u>Title</u>	<u>Office Phone</u>	<u>Mobile Phone</u>
Christopher Hollis	Drilling Engineer	713-350-4754	713-380-7754
William Turner	Drilling Engineer Supervisor	713-350-4951	661-817-4586
Simon Benavides	Drilling Superintendent	713-522-8652	281-684-6897
John Willis	Drilling Manager	713-366-5556	713-259-1417

OXY

PRD NM DIRECTIONAL PLANS (NAD 1983)

LOST TANK 30-19 FED

Lost Tank 30_19 Federal Com 42H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

18 April, 2019

Oxy

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Lost Tank 30_19 Federal Com 42H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3640.50ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3640.50ft
Site:	LOST TANK 30-19 FED	North Reference:	Grid
Well:	Lost Tank 30_19 Federal Com 42H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Project	PRD NM DIRECTIONAL PLANS (NAD 1983)		
Map System:	US State Plane 1983	System Datum:	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Eastern Zone		Using geodetic scale factor

Site	LOST TANK 30-19 FED		
Site Position:		Northing:	503,826.03 usft
From:	Lat/Long	Easting:	0.00 usft
Position Uncertainty:	50.00 ft	Slot Radius:	13.200 in
		Latitude:	32° 22' 22.416967 N
		Longitude:	106° 5' 11.999469 W
		Grid Convergence:	-0.94 °

Well	Lost Tank 30_19 Federal Com 42H					
Well Position	+N/-S	-70.97 ft	Northing:	503,755.04 usft	Latitude:	32° 23' 0.188348 N
	+E/-W	731,373.78 ft	Easting:	731,551.30 usft	Longitude:	103° 43' 1.718804 W
Position Uncertainty		2.00 ft	Wellhead Elevation:	0.00 ft	Ground Level:	3,614.00 ft

Wellbore	Wellbore #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	HDGM	4/18/2019	6.80	60.13	48,077

Design	Permitting Plan				
Audit Notes:					
Version:	Phase:	PROTOTYPE	Tie On Depth:	0.00	
Vertical Section:	Depth From (TVD) (ft)	+N/-S (ft)	+E/-W (ft)	Direction (°)	
	0.00	0.00	0.00	176.73	

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5,325.00	0.00	0.00	5,325.00	0.00	0.00	0.00	0.00	0.00	0.00	
5,825.03	10.00	30.38	5,822.50	37.55	22.02	2.00	2.00	0.00	30.38	
10,928.80	10.00	30.38	10,848.71	802.13	470.32	0.00	0.00	0.00	0.00	
11,892.71	10.00	179.64	11,807.04	790.53	513.59	2.00	0.00	15.48	164.40	
12,692.71	90.00	179.64	12,280.50	226.29	517.13	10.00	10.00	0.00	0.00	FTP (Lost Tank
23,130.20	90.00	179.64	12,280.50	-10,211.00	582.61	0.00	0.00	0.00	0.00	PBHL (Lost Tank

Oxy

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Lost Tank 30_19 Federal Com 42H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3640.50ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3640.50ft
Site:	LOST TANK 30-19 FED	North Reference:	Grid
Well:	Lost Tank 30_19 Federal Com 42H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00
4,000.00	0.00	0.00	4,000.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00	0.00	0.00	4,100.00	0.00	0.00	0.00	0.00	0.00	0.00
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0.00	0.00	0.00
4,300.00	0.00	0.00	4,300.00	0.00	0.00	0.00	0.00	0.00	0.00
4,400.00	0.00	0.00	4,400.00	0.00	0.00	0.00	0.00	0.00	0.00
4,500.00	0.00	0.00	4,500.00	0.00	0.00	0.00	0.00	0.00	0.00
4,600.00	0.00	0.00	4,600.00	0.00	0.00	0.00	0.00	0.00	0.00
4,700.00	0.00	0.00	4,700.00	0.00	0.00	0.00	0.00	0.00	0.00
4,800.00	0.00	0.00	4,800.00	0.00	0.00	0.00	0.00	0.00	0.00
4,900.00	0.00	0.00	4,900.00	0.00	0.00	0.00	0.00	0.00	0.00
5,000.00	0.00	0.00	5,000.00	0.00	0.00	0.00	0.00	0.00	0.00
5,100.00	0.00	0.00	5,100.00	0.00	0.00	0.00	0.00	0.00	0.00
5,200.00	0.00	0.00	5,200.00	0.00	0.00	0.00	0.00	0.00	0.00
5,300.00	0.00	0.00	5,300.00	0.00	0.00	0.00	0.00	0.00	0.00

Oxy

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Lost Tank 30_19 Federal Com 42H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3640.50ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3640.50ft
Site:	LOST TANK 30-19 FED	North Reference:	Grid
Well:	Lost Tank 30_19 Federal Com 42H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,325.00	0.00	0.00	5,325.00	0.00	0.00	0.00	0.00	0.00	0.00
5,400.00	1.50	30.38	5,399.99	0.85	0.50	-0.82	2.00	2.00	0.00
5,500.00	3.50	30.38	5,499.89	4.61	2.70	-4.45	2.00	2.00	0.00
5,600.00	5.50	30.38	5,599.58	11.38	6.67	-10.98	2.00	2.00	0.00
5,700.00	7.50	30.38	5,698.93	21.14	12.40	-20.40	2.00	2.00	0.00
5,800.00	9.50	30.38	5,797.83	33.89	19.87	-32.71	2.00	2.00	0.00
5,825.03	10.00	30.38	5,822.50	37.55	22.02	-36.23	2.00	2.00	0.00
5,900.00	10.00	30.38	5,896.33	48.78	28.60	-47.07	0.00	0.00	0.00
6,000.00	10.00	30.38	5,994.81	63.76	37.39	-61.53	0.00	0.00	0.00
6,100.00	10.00	30.38	6,093.29	78.74	46.17	-75.98	0.00	0.00	0.00
6,200.00	10.00	30.38	6,191.77	93.72	54.95	-90.44	0.00	0.00	0.00
6,300.00	10.00	30.38	6,290.25	108.70	63.74	-104.90	0.00	0.00	0.00
6,400.00	10.00	30.38	6,388.73	123.68	72.52	-119.35	0.00	0.00	0.00
6,500.00	10.00	30.38	6,487.21	138.66	81.30	-133.81	0.00	0.00	0.00
6,600.00	10.00	30.38	6,585.69	153.65	90.09	-148.26	0.00	0.00	0.00
6,700.00	10.00	30.38	6,684.17	168.63	98.87	-162.72	0.00	0.00	0.00
6,800.00	10.00	30.38	6,782.65	183.61	107.66	-177.18	0.00	0.00	0.00
6,900.00	10.00	30.38	6,881.13	198.59	116.44	-191.63	0.00	0.00	0.00
7,000.00	10.00	30.38	6,979.61	213.57	125.22	-206.09	0.00	0.00	0.00
7,100.00	10.00	30.38	7,078.09	228.55	134.01	-220.54	0.00	0.00	0.00
7,200.00	10.00	30.38	7,176.57	243.53	142.79	-235.00	0.00	0.00	0.00
7,300.00	10.00	30.38	7,275.05	258.51	151.57	-249.46	0.00	0.00	0.00
7,400.00	10.00	30.38	7,373.53	273.49	160.36	-263.91	0.00	0.00	0.00
7,500.00	10.00	30.38	7,472.02	288.47	169.14	-278.37	0.00	0.00	0.00
7,600.00	10.00	30.38	7,570.50	303.45	177.93	-292.82	0.00	0.00	0.00
7,700.00	10.00	30.38	7,668.98	318.43	186.71	-307.28	0.00	0.00	0.00
7,800.00	10.00	30.38	7,767.46	333.41	195.49	-321.74	0.00	0.00	0.00
7,900.00	10.00	30.38	7,865.94	348.40	204.28	-336.19	0.00	0.00	0.00
8,000.00	10.00	30.38	7,964.42	363.38	213.06	-350.65	0.00	0.00	0.00
8,100.00	10.00	30.38	8,062.90	378.36	221.84	-365.11	0.00	0.00	0.00
8,200.00	10.00	30.38	8,161.38	393.34	230.63	-379.56	0.00	0.00	0.00
8,300.00	10.00	30.38	8,259.86	408.32	239.41	-394.02	0.00	0.00	0.00
8,400.00	10.00	30.38	8,358.34	423.30	248.20	-408.47	0.00	0.00	0.00
8,500.00	10.00	30.38	8,456.82	438.28	256.98	-422.93	0.00	0.00	0.00
8,600.00	10.00	30.38	8,555.30	453.26	265.76	-437.39	0.00	0.00	0.00
8,700.00	10.00	30.38	8,653.78	468.24	274.55	-451.84	0.00	0.00	0.00
8,800.00	10.00	30.38	8,752.26	483.22	283.33	-466.30	0.00	0.00	0.00
8,900.00	10.00	30.38	8,850.74	498.20	292.11	-480.75	0.00	0.00	0.00
9,000.00	10.00	30.38	8,949.22	513.18	300.90	-495.21	0.00	0.00	0.00
9,100.00	10.00	30.38	9,047.70	528.16	309.68	-509.67	0.00	0.00	0.00
9,200.00	10.00	30.38	9,146.18	543.15	318.47	-524.12	0.00	0.00	0.00
9,300.00	10.00	30.38	9,244.67	558.13	327.25	-538.58	0.00	0.00	0.00
9,400.00	10.00	30.38	9,343.15	573.11	336.03	-553.03	0.00	0.00	0.00
9,500.00	10.00	30.38	9,441.63	588.09	344.82	-567.49	0.00	0.00	0.00
9,600.00	10.00	30.38	9,540.11	603.07	353.60	-581.95	0.00	0.00	0.00
9,700.00	10.00	30.38	9,638.59	618.05	362.38	-596.40	0.00	0.00	0.00
9,800.00	10.00	30.38	9,737.07	633.03	371.17	-610.86	0.00	0.00	0.00
9,900.00	10.00	30.38	9,835.55	648.01	379.95	-625.31	0.00	0.00	0.00
10,000.00	10.00	30.38	9,934.03	662.99	388.74	-639.77	0.00	0.00	0.00
10,100.00	10.00	30.38	10,032.51	677.97	397.52	-654.23	0.00	0.00	0.00
10,200.00	10.00	30.38	10,130.99	692.95	406.30	-668.68	0.00	0.00	0.00
10,300.00	10.00	30.38	10,229.47	707.93	415.09	-683.14	0.00	0.00	0.00
10,400.00	10.00	30.38	10,327.95	722.91	423.87	-697.59	0.00	0.00	0.00
10,500.00	10.00	30.38	10,426.43	737.90	432.65	-712.05	0.00	0.00	0.00

Oxy

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Lost Tank 30_19 Federal Com 42H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3640.50ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3640.50ft
Site:	LOST TANK 30-19 FED	North Reference:	Grid
Well:	Lost Tank 30_19 Federal Com 42H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	
10,600.00	10.00	30.38	10,524.91	752.88	441.44	-726.51	0.00	0.00	0.00	
10,700.00	10.00	30.38	10,623.39	767.86	450.22	-740.96	0.00	0.00	0.00	
10,800.00	10.00	30.38	10,721.87	782.84	459.01	-755.42	0.00	0.00	0.00	
10,900.00	10.00	30.38	10,820.35	797.82	467.79	-769.88	0.00	0.00	0.00	
10,928.80	10.00	30.38	10,848.71	802.13	470.32	-774.04	0.00	0.00	0.00	
11,000.00	8.64	32.93	10,918.98	811.95	476.35	-783.50	2.00	-1.91	3.58	
11,100.00	6.76	38.22	11,018.07	822.88	484.08	-793.97	2.00	-1.87	5.29	
11,200.00	4.99	47.37	11,117.54	830.46	490.93	-801.15	2.00	-1.77	9.15	
11,300.00	3.47	65.37	11,217.27	834.67	496.88	-805.01	2.00	-1.52	18.00	
11,400.00	2.68	100.41	11,317.14	835.51	501.94	-805.56	2.00	-0.79	35.04	
11,500.00	3.22	138.73	11,417.01	832.98	506.09	-802.79	2.00	0.53	38.32	
11,600.00	4.63	159.80	11,516.78	827.08	509.34	-796.72	2.00	1.42	21.07	
11,700.00	6.37	170.27	11,616.32	817.81	511.67	-787.34	2.00	1.74	10.47	
11,800.00	8.23	176.16	11,715.50	805.20	513.09	-774.67	2.00	1.86	5.89	
11,892.71	10.00	179.64	11,807.04	790.53	513.59	-759.99	2.00	1.91	3.76	
11,900.00	10.73	179.64	11,814.21	789.22	513.59	-758.68	10.00	10.00	0.00	
12,000.00	20.73	179.64	11,910.34	762.15	513.76	-731.64	10.00	10.00	0.00	
12,100.00	30.73	179.64	12,000.32	718.79	514.04	-688.34	10.00	10.00	0.00	
12,200.00	40.73	179.64	12,081.39	660.47	514.40	-630.09	10.00	10.00	0.00	
12,300.00	50.73	179.64	12,151.11	588.96	514.85	-558.67	10.00	10.00	0.00	
12,400.00	60.73	179.64	12,207.35	506.42	515.37	-476.24	10.00	10.00	0.00	
12,500.00	70.73	179.64	12,248.40	415.38	515.94	-385.32	10.00	10.00	0.00	
12,600.00	80.73	179.64	12,273.02	318.59	516.55	-288.65	10.00	10.00	0.00	
12,692.71	90.00	179.64	12,280.50	226.29	517.13	-196.47	10.00	10.00	0.00	
12,700.00	90.00	179.64	12,280.50	219.00	517.17	-189.18	0.00	0.00	0.00	
12,800.00	90.00	179.64	12,280.50	119.00	517.80	-89.31	0.00	0.00	0.00	
12,900.00	90.00	179.64	12,280.50	19.00	518.43	10.56	0.00	0.00	0.00	
13,000.00	90.00	179.64	12,280.50	-81.00	519.05	110.43	0.00	0.00	0.00	
13,100.00	90.00	179.64	12,280.50	-180.99	519.68	210.30	0.00	0.00	0.00	
13,200.00	90.00	179.64	12,280.50	-280.99	520.31	310.18	0.00	0.00	0.00	
13,300.00	90.00	179.64	12,280.50	-380.99	520.94	410.05	0.00	0.00	0.00	
13,400.00	90.00	179.64	12,280.50	-480.99	521.56	509.92	0.00	0.00	0.00	
13,500.00	90.00	179.64	12,280.50	-580.99	522.19	609.79	0.00	0.00	0.00	
13,600.00	90.00	179.64	12,280.50	-680.99	522.82	709.66	0.00	0.00	0.00	
13,700.00	90.00	179.64	12,280.50	-780.98	523.45	809.53	0.00	0.00	0.00	
13,800.00	90.00	179.64	12,280.50	-880.98	524.07	909.40	0.00	0.00	0.00	
13,900.00	90.00	179.64	12,280.50	-980.98	524.70	1,009.28	0.00	0.00	0.00	
14,000.00	90.00	179.64	12,280.50	-1,080.98	525.33	1,109.15	0.00	0.00	0.00	
14,100.00	90.00	179.64	12,280.50	-1,180.98	525.96	1,209.02	0.00	0.00	0.00	
14,200.00	90.00	179.64	12,280.50	-1,280.97	526.58	1,308.89	0.00	0.00	0.00	
14,300.00	90.00	179.64	12,280.50	-1,380.97	527.21	1,408.76	0.00	0.00	0.00	
14,400.00	90.00	179.64	12,280.50	-1,480.97	527.84	1,508.63	0.00	0.00	0.00	
14,500.00	90.00	179.64	12,280.50	-1,580.97	528.47	1,608.50	0.00	0.00	0.00	
14,600.00	90.00	179.64	12,280.50	-1,680.97	529.09	1,708.38	0.00	0.00	0.00	
14,700.00	90.00	179.64	12,280.50	-1,780.96	529.72	1,808.25	0.00	0.00	0.00	
14,800.00	90.00	179.64	12,280.50	-1,880.96	530.35	1,908.12	0.00	0.00	0.00	
14,900.00	90.00	179.64	12,280.50	-1,980.96	530.97	2,007.99	0.00	0.00	0.00	
15,000.00	90.00	179.64	12,280.50	-2,080.96	531.60	2,107.86	0.00	0.00	0.00	
15,100.00	90.00	179.64	12,280.50	-2,180.96	532.23	2,207.73	0.00	0.00	0.00	
15,200.00	90.00	179.64	12,280.50	-2,280.95	532.86	2,307.60	0.00	0.00	0.00	
15,300.00	90.00	179.64	12,280.50	-2,380.95	533.48	2,407.48	0.00	0.00	0.00	
15,400.00	90.00	179.64	12,280.50	-2,480.95	534.11	2,507.35	0.00	0.00	0.00	
15,500.00	90.00	179.64	12,280.50	-2,580.95	534.74	2,607.22	0.00	0.00	0.00	
15,600.00	90.00	179.64	12,280.50	-2,680.95	535.37	2,707.09	0.00	0.00	0.00	

Oxy

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Lost Tank 30_19 Federal Com 42H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3640.50ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3640.50ft
Site:	LOST TANK 30-19 FED	North Reference:	Grid
Well:	Lost Tank 30_19 Federal Com 42H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
15,700.00	90.00	179.64	12,280.50	-2,780.94	535.99	2,806.96	0.00	0.00	0.00
15,800.00	90.00	179.64	12,280.50	-2,880.94	536.62	2,906.83	0.00	0.00	0.00
15,900.00	90.00	179.64	12,280.50	-2,980.94	537.25	3,006.70	0.00	0.00	0.00
16,000.00	90.00	179.64	12,280.50	-3,080.94	537.88	3,106.57	0.00	0.00	0.00
16,100.00	90.00	179.64	12,280.50	-3,180.94	538.50	3,206.45	0.00	0.00	0.00
16,200.00	90.00	179.64	12,280.50	-3,280.93	539.13	3,306.32	0.00	0.00	0.00
16,300.00	90.00	179.64	12,280.50	-3,380.93	539.76	3,406.19	0.00	0.00	0.00
16,400.00	90.00	179.64	12,280.50	-3,480.93	540.39	3,506.06	0.00	0.00	0.00
16,500.00	90.00	179.64	12,280.50	-3,580.93	541.01	3,605.93	0.00	0.00	0.00
16,600.00	90.00	179.64	12,280.50	-3,680.93	541.64	3,705.80	0.00	0.00	0.00
16,700.00	90.00	179.64	12,280.50	-3,780.92	542.27	3,805.67	0.00	0.00	0.00
16,800.00	90.00	179.64	12,280.50	-3,880.92	542.90	3,905.55	0.00	0.00	0.00
16,900.00	90.00	179.64	12,280.50	-3,980.92	543.52	4,005.42	0.00	0.00	0.00
17,000.00	90.00	179.64	12,280.50	-4,080.92	544.15	4,105.29	0.00	0.00	0.00
17,100.00	90.00	179.64	12,280.50	-4,180.92	544.78	4,205.16	0.00	0.00	0.00
17,200.00	90.00	179.64	12,280.50	-4,280.91	545.40	4,305.03	0.00	0.00	0.00
17,300.00	90.00	179.64	12,280.50	-4,380.91	546.03	4,404.90	0.00	0.00	0.00
17,400.00	90.00	179.64	12,280.50	-4,480.91	546.66	4,504.77	0.00	0.00	0.00
17,500.00	90.00	179.64	12,280.50	-4,580.91	547.29	4,604.65	0.00	0.00	0.00
17,600.00	90.00	179.64	12,280.50	-4,680.91	547.91	4,704.52	0.00	0.00	0.00
17,700.00	90.00	179.64	12,280.50	-4,780.90	548.54	4,804.39	0.00	0.00	0.00
17,800.00	90.00	179.64	12,280.50	-4,880.90	549.17	4,904.26	0.00	0.00	0.00
17,900.00	90.00	179.64	12,280.50	-4,980.90	549.80	5,004.13	0.00	0.00	0.00
18,000.00	90.00	179.64	12,280.50	-5,080.90	550.42	5,104.00	0.00	0.00	0.00
18,100.00	90.00	179.64	12,280.50	-5,180.90	551.05	5,203.87	0.00	0.00	0.00
18,200.00	90.00	179.64	12,280.50	-5,280.89	551.68	5,303.75	0.00	0.00	0.00
18,300.00	90.00	179.64	12,280.50	-5,380.89	552.31	5,403.62	0.00	0.00	0.00
18,400.00	90.00	179.64	12,280.50	-5,480.89	552.93	5,503.49	0.00	0.00	0.00
18,500.00	90.00	179.64	12,280.50	-5,580.89	553.56	5,603.36	0.00	0.00	0.00
18,600.00	90.00	179.64	12,280.50	-5,680.89	554.19	5,703.23	0.00	0.00	0.00
18,700.00	90.00	179.64	12,280.50	-5,780.88	554.82	5,803.10	0.00	0.00	0.00
18,800.00	90.00	179.64	12,280.50	-5,880.88	555.44	5,902.97	0.00	0.00	0.00
18,900.00	90.00	179.64	12,280.50	-5,980.88	556.07	6,002.85	0.00	0.00	0.00
19,000.00	90.00	179.64	12,280.50	-6,080.88	556.70	6,102.72	0.00	0.00	0.00
19,100.00	90.00	179.64	12,280.50	-6,180.88	557.33	6,202.59	0.00	0.00	0.00
19,200.00	90.00	179.64	12,280.50	-6,280.88	557.95	6,302.46	0.00	0.00	0.00
19,300.00	90.00	179.64	12,280.50	-6,380.87	558.58	6,402.33	0.00	0.00	0.00
19,400.00	90.00	179.64	12,280.50	-6,480.87	559.21	6,502.20	0.00	0.00	0.00
19,500.00	90.00	179.64	12,280.50	-6,580.87	559.83	6,602.07	0.00	0.00	0.00
19,600.00	90.00	179.64	12,280.50	-6,680.87	560.46	6,701.95	0.00	0.00	0.00
19,700.00	90.00	179.64	12,280.50	-6,780.87	561.09	6,801.82	0.00	0.00	0.00
19,800.00	90.00	179.64	12,280.50	-6,880.86	561.72	6,901.69	0.00	0.00	0.00
19,900.00	90.00	179.64	12,280.50	-6,980.86	562.34	7,001.56	0.00	0.00	0.00
20,000.00	90.00	179.64	12,280.50	-7,080.86	562.97	7,101.43	0.00	0.00	0.00
20,100.00	90.00	179.64	12,280.50	-7,180.86	563.60	7,201.30	0.00	0.00	0.00
20,200.00	90.00	179.64	12,280.50	-7,280.86	564.23	7,301.17	0.00	0.00	0.00
20,300.00	90.00	179.64	12,280.50	-7,380.85	564.85	7,401.05	0.00	0.00	0.00
20,400.00	90.00	179.64	12,280.50	-7,480.85	565.48	7,500.92	0.00	0.00	0.00
20,500.00	90.00	179.64	12,280.50	-7,580.85	566.11	7,600.79	0.00	0.00	0.00
20,600.00	90.00	179.64	12,280.50	-7,680.85	566.74	7,700.66	0.00	0.00	0.00
20,700.00	90.00	179.64	12,280.50	-7,780.85	567.36	7,800.53	0.00	0.00	0.00
20,800.00	90.00	179.64	12,280.50	-7,880.84	567.99	7,900.40	0.00	0.00	0.00
20,900.00	90.00	179.64	12,280.50	-7,980.84	568.62	8,000.27	0.00	0.00	0.00
21,000.00	90.00	179.64	12,280.50	-8,080.84	569.25	8,100.14	0.00	0.00	0.00

Oxy

Planning Report

Database:	HOPSPP	Local Co-ordinate Reference:	Well Lost Tank 30_19 Federal Com 42H
Company:	ENGINEERING DESIGNS	TVD Reference:	RKB=26.5' @ 3640.50ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	MD Reference:	RKB=26.5' @ 3640.50ft
Site:	LOST TANK 30-19 FED	North Reference:	Grid
Well:	Lost Tank 30_19 Federal Com 42H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
21,100.00	90.00	179.64	12,280.50	-8,180.84	569.87	8,200.02	0.00	0.00	0.00
21,200.00	90.00	179.64	12,280.50	-8,280.84	570.50	8,299.89	0.00	0.00	0.00
21,300.00	90.00	179.64	12,280.50	-8,380.83	571.13	8,399.76	0.00	0.00	0.00
21,400.00	90.00	179.64	12,280.50	-8,480.83	571.75	8,499.63	0.00	0.00	0.00
21,500.00	90.00	179.64	12,280.50	-8,580.83	572.38	8,599.50	0.00	0.00	0.00
21,600.00	90.00	179.64	12,280.50	-8,680.83	573.01	8,699.37	0.00	0.00	0.00
21,700.00	90.00	179.64	12,280.50	-8,780.83	573.64	8,799.24	0.00	0.00	0.00
21,800.00	90.00	179.64	12,280.50	-8,880.82	574.26	8,899.12	0.00	0.00	0.00
21,900.00	90.00	179.64	12,280.50	-8,980.82	574.89	8,998.99	0.00	0.00	0.00
22,000.00	90.00	179.64	12,280.50	-9,080.82	575.52	9,098.86	0.00	0.00	0.00
22,100.00	90.00	179.64	12,280.50	-9,180.82	576.15	9,198.73	0.00	0.00	0.00
22,200.00	90.00	179.64	12,280.50	-9,280.82	576.77	9,298.60	0.00	0.00	0.00
22,300.00	90.00	179.64	12,280.50	-9,380.81	577.40	9,398.47	0.00	0.00	0.00
22,400.00	90.00	179.64	12,280.50	-9,480.81	578.03	9,498.34	0.00	0.00	0.00
22,500.00	90.00	179.64	12,280.50	-9,580.81	578.66	9,598.22	0.00	0.00	0.00
22,600.00	90.00	179.64	12,280.50	-9,680.81	579.28	9,698.09	0.00	0.00	0.00
22,700.00	90.00	179.64	12,280.50	-9,780.81	579.91	9,797.96	0.00	0.00	0.00
22,800.00	90.00	179.64	12,280.50	-9,880.80	580.54	9,897.83	0.00	0.00	0.00
22,900.00	90.00	179.64	12,280.50	-9,980.80	581.17	9,997.70	0.00	0.00	0.00
23,000.00	90.00	179.64	12,280.50	-10,080.80	581.79	10,097.57	0.00	0.00	0.00
23,100.00	90.00	179.64	12,280.50	-10,180.80	582.42	10,197.44	0.00	0.00	0.00
23,130.20	90.00	179.64	12,280.50	-10,211.00	582.61	10,227.60	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL (Lost Tank - plan hits target center - Point	0.00	0.01	12,280.50	-10,211.00	582.61	493,544.57	732,133.88	32° 21' 19.119842 N	103° 42' 55.612549
FTP (Lost Tank 30_19 - plan hits target center - Point	0.00	0.00	12,280.50	226.29	517.13	503,981.32	732,068.40	32° 23' 2.397929 N	103° 42' 55.673422

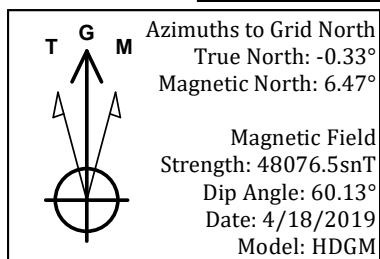
Plan Annotations				
Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates		Comment
		+N/-S (ft)	+E/-W (ft)	
5,325.00	5,325.00	0.00	0.00	Build 2.00°/100'
5,825.03	5,822.50	37.55	22.02	Hold 10.00° Tangent
10,928.80	10,848.71	802.13	470.32	Turn 2.00°/100'
11,892.71	11,807.04	790.53	513.59	KOP, Build 10.00°/100'
12,692.71	12,280.50	226.29	517.13	Landing Point
23,130.20	12,280.50	-10,211.00	582.61	TD at 23130.20' MD



Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
 Site: LOST TANK 30-19 FED
 Well: Lost Tank 30_19 Federal Com 42H
 Wellbore: Wellbore #1
 Design: Permitting Plan

PROJECT DETAILS: NM DIRECTIONAL PLANS (NAD 1983)

Geodetic System: US State Plane 1983
 Datum: North American Datum 1983
 Ellipsoid: GRS 1980
 Zone: New Mexico Eastern Zone
 System Datum: Mean Sea Level

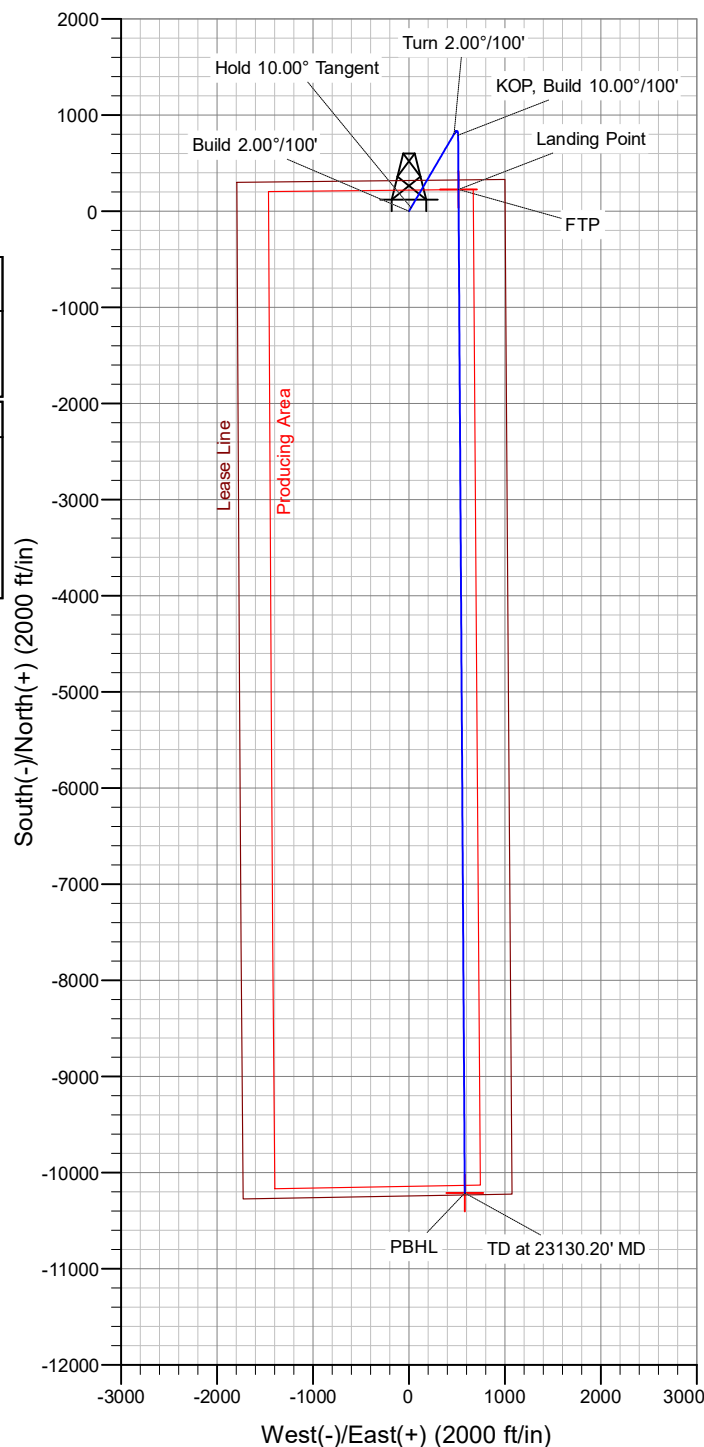
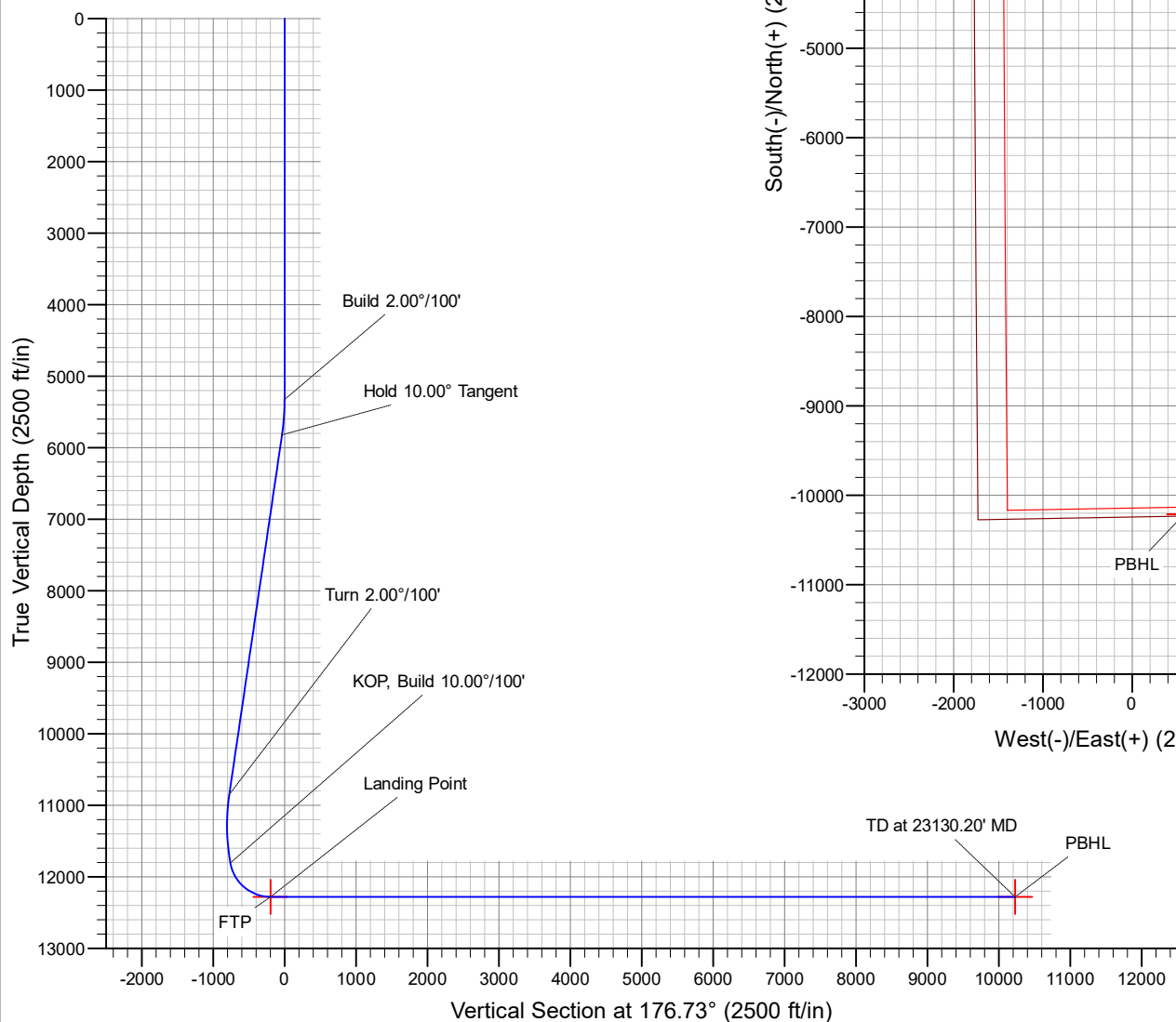


WELL DETAILS: Lost Tank 30_19 Federal Com 42H

+N/-S	+E/-W	Ground Level:	3614.00	Latitude	Longitude
0.00	0.00	Northing	503755.04	32° 23' 0.188348 N	103° 43' 1.718804 W

SECTION DETAILS

MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Annotation
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5325.00	0.00	0.00	5325.00	0.00	0.00	0.00	0.00	0.00	Build 2.00°/100'
5825.03	10.00	30.38	5822.50	37.55	22.02	2.00	30.38	-36.23	Hold 10.00° Tangent
10928.80	10.00	30.38	10848.71	802.13	470.32	0.00	0.00	-774.04	Turn 2.00°/100'
11892.71	10.00	179.64	11807.04	790.53	513.59	2.00	164.40	-759.99	KOP, Build 10.00°/100'
12692.71	90.00	179.64	12280.50	226.29	517.13	10.00	0.00	-196.47	Landing Point
23130.20	90.00	179.64	12280.50	-10211.00	582.61	0.00	0.00	10227.60	TD at 23130.20' MD



PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

Lost Tank 30-19 Federal Com 2H	303 FNL and 1,822 FWL	Section 19, Township 22 South, Range 32 East*
Lost Tank 30-19 Federal Com 12H	338 FNL and 1,762 FWL	
Lost Tank 30-19 Federal Com 13H	288 FNL and 1,848 FWL	
Lost Tank 30-19 Federal Com 21H	391 FNL and 1,671 FWL	
Lost Tank 30-19 Federal Com 22H	373 FNL and 1,701 FWL	
Lost Tank 30-19 Federal Com 23H	356 FNL and 1,731 FWL	
Lost Tank 30-19 Federal Com 42H	321 FNL and 1,792 FWL	

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

- ☐ **General Provisions**
- ☐ **Permit Expiration**
- ☐ **Archaeology, Paleontology, and Historical Sites**
- ☐ **Noxious Weeds**
- ☒ **Special Requirements**
 - Lesser Prairie-Chicken Timing Stipulations
 - Ground-level Abandoned Well Marker
 - Range
 - Cultural
- ☐ **Construction**
 - Notification
 - Topsoil
 - Closed Loop System
 - Federal Mineral Material Pits
 - Well Pads
 - Roads
- ☐ **Road Section Diagram**
- ☒ **Production (Post Drilling)**
 - Well Structures & Facilities
 - Pipelines
 - Electric Lines
- ☐ **Interim Reclamation**
- ☐ **Final Abandonment & Reclamation**

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

- The entirety of the well pads would be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pads. Topsoil would not be used to construct the berm. No water flow from the uphill side(s) of the pads would be allowed to enter the well pads. The berm would be maintained through the life of the wells and after interim reclamation has been completed.
- Any water erosion that may occur due to the construction of the well pad or facilities during the life of the project would be quickly corrected, and proper measures would be taken to prevent future erosion.
- Stockpiling of topsoil would be required. The topsoil would be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and would not be used for berming or erosion control.
- Energy dissipation and filtration devices (e.g., certified weed-free hay/straw bales and silt fence) would be used to reduce the velocity of the discharged water and thereby reduce potential for erosion.

Cattleguards

Where a permanent cattleguard is approved, an appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s). Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations. A gate shall be constructed on one side of the cattleguard and fastened securely to H-braces.

Fence Requirement

Where entry granted across a fence line, the fence must be braced and tied off on both sides of the passageway prior to cutting. Once the work is completed, the fence will be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fence(s).

Livestock Watering Requirement

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

Measures to minimize impacts to potash mineral reserves have been considered during the BLM's planning process by establishment of the Martha Deep Drill Island. No additional special mitigation or requirements have been identified by the BLM.



EXHIBIT NO. 1

Bureau of Land Management, Carlsbad Field Office
620 E. Greene Street Carlsbad, NM 88220

Cultural and Archaeological Resources

Date of Issue:
9/23/2019

IT4RM-P020-2019-
1470-EA

BLM Report
No.19-5471

NOTICE OF STIPULATIONS

Historic properties in the vicinity of this project are protected by federal law. In order to ensure that they are not damaged or destroyed by construction activities, the project proponent and construction supervisors shall ensure that the following stipulations are implemented.

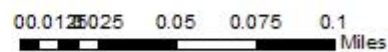
Project Name:	Lost Tank 30_19
	<u>1). A 3-day preconstruction call-in notification.</u>
Required	<u>2. Professional archaeological monitoring.</u> Contact your BLM project archaeologist at for assistance.
A. ☒	These stipulations must be given to your monitor at least 3 days prior to the start of construction.
B. ☒	No construction, including vegetation removal or other site prep may begin prior to the arrival of the monitor.
	<u>3. Cultural site barrier fencing.</u> (Your monitor will assist you).
A. ☐	<u>A temporary site protection barrier(s)</u> shall be erected prior to all ground-disturbing activities. The minimum barrier(s) shall consist of upright wooden survey lath spaced no more than ten (10) feet apart and marked with blue ribbon flagging or blue paint. There shall be no construction activities or vehicular traffic past the barrier(s) at any time.
B. ☐	<u>A permanent, 4-strand barbed wire fence</u> strung on standard "T-posts" shall be erected prior to all ground-disturbing activities. No construction activities or vehicle traffic are allowed past the fence.
Required	<u>4. The archaeological monitor shall:</u>
A. ☒	Because of sensitive archeological resources found within close proximity to a portion of the proposed project, an archaeological monitor should be on site when the ROW is cleared and the pipeline trench is constructed within the area marked on the map below (T22S R32E Sections 28, 27).
B. ☐	
C. ☒	Turn in a monitoring report within 30 days of finishing up monitoring of the proposed projects construction state above.
D. ☐	
	If subsurface cultural resources are encountered during the monitoring, all activities shall cease and a BLM-CFO archaeologist shall be notified immediately.
Other:	IF THE CONTRACT ARCHAEOLOGIST DOES NOT KNOW WHERE THE SITE(S) ARE LOCATED AT PLEASE COME BY THE CARLSBAD BLM AND MAPS AND OTHER DATA WILL BE PROVIDED UPON REQUEST TO THE CONTRACT ARCHAEOLOGIST

Site Protection and Employee Education: It is the responsibility of the project proponent and his construction supervisor to inform all employees and subcontractors that cultural and archaeological sites are to be avoided by all personnel, vehicles, and equipment; and that it is illegal to collect, damage, or disturb cultural resources on Public Lands.

For assistance contact:

Aaron Whaley (575) 234-5986
Elia Perez (575)-234-6231

Oxy_Lost_Tank_30_19_1H_Project_Footprint_20190612



VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS**Road Width**

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

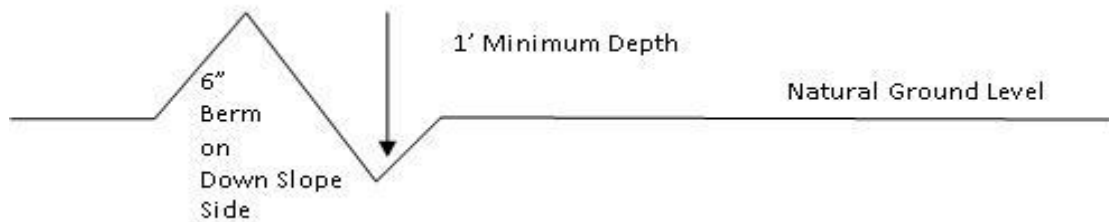
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Livestock Watering Requirement

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

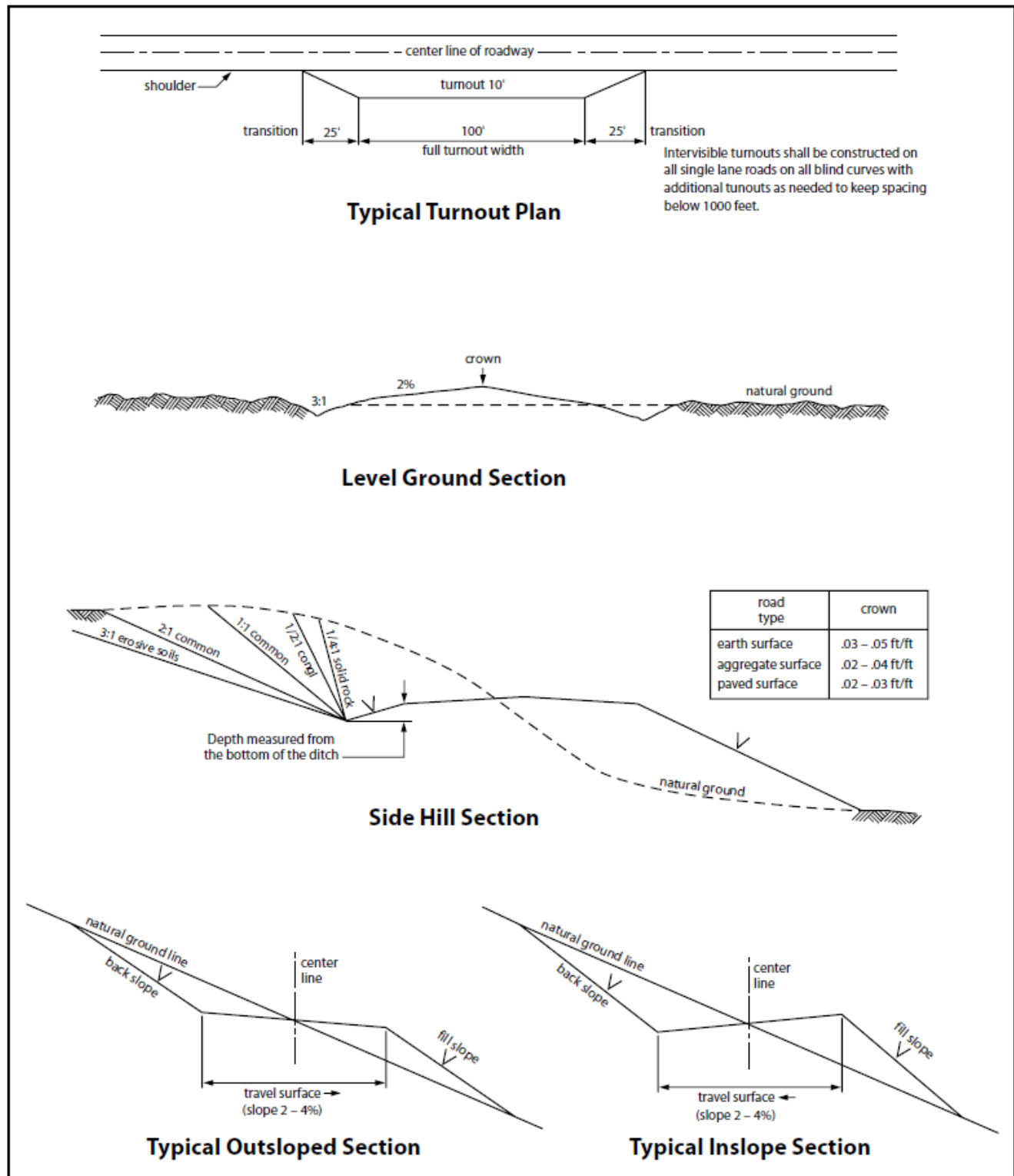


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.
6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:
 - Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation.*)
 - Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)
 - The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)
8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately 6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.
9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

- | | |
|--|--|
| ☐ seed mixture 1 | ☐ seed mixture 3 |
| ☐ seed mixture 2 | ☐ seed mixture 4 |
| ☒ seed mixture 2/LPC | ☐ Aplomado Falcon Mixture |

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

18. Escape Ramps - The operator will construct and maintain pipeline/utility trenches that are not otherwise fenced, screened, or netted to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or

other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006 . The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.
6. The holder shall minimize disturbance to existing fences and other improvements on

public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.

8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.

9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must

be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

<u>Species</u>	<u>lb/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	OXY USA INCORPORATED
WELL NAME & NO.:	LOST TANK 30-19 FEDERAL COM 42H
SURFACE HOLE FOOTAGE:	321'N & 1792'W
BOTTOM HOLE FOOTAGE:	20'S & 2310'W
LOCATION:	Section 19, T.22 S., R.32 E., NMP
COUNTY:	Lea County, New Mexico

COA

H2S	☐ Yes	☒ No	
Potash	☒ None	☐ Secretary	☐ R-111-P
Cave/Karst Potential	☒ Low	☐ Medium	☐ High
Cave/Karst Potential	☐ Critical		
Variance	☐ None	☒ Flex Hose	☐ Other
Wellhead	☐ Conventional	☐ Multibowl	☒ Both
Other	☐ 4 String Area	☐ Capitan Reef	☐ WIPP
Other	☒ Fluid Filled	☒ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	☒ COM	☐ Unit

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

Primary Casing Design:

1. The 13-3/8 inch surface casing shall be set at approximately **920** feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

- b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The 7-5/8 inch intermediate casing shall be set at approximately **4650** feet. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:

Option 1 (Single Stage):

- Cement to surface. If cement does not circulate see B.1.a, c-d above.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Operator has proposed to pump down 13-3/8" X 7-5/8" annulus. Operator must run a ECHO-METER/ CBL from TD of the 7-5/8" casing to surface. Submit results to BLM. Excess calculates to negative 24% - additional cement might be required.

3. The minimum required fill of cement behind the 5-1/2 inch production casing is:

Option 1 (Single Stage):

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

Alternate Casing Design:

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The **9-5/8** inch intermediate casing shall be set at approximately **4650** feet. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:

Option 1 (Single Stage):

- Cement to surface. If cement does not circulate see B.1.a, c-d above. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.**

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- c. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- d. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

3. The minimum required fill of cement behind the 7-5/8 inch 2nd intermediate casing is:

Option 1 (Single Stage):

- Cement to surface. If cement does not circulate see B.1.a, c-d above.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- e. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- f. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Operator has proposed to pump down 9-5/8" X 7-5/8" annulus. Operator must run a ECHO-METER/ CBL from TD of the 7-5/8" casing to surface. Submit results to BLM.

4. The minimum required fill of cement behind the 5-1/2 inch production casing is:

Option 1 (Single Stage):

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- c. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- d. Second stage above DV tool:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- 2.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M) psi**.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.**

Option 2:

1. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.**
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.

- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

Offline Cementing

- Contact the BLM prior to the commencement of any offline cementing procedure.

BOP Break Testing Variance

- BOP break testing is not permitted on this well.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

☒ Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,
(575) 361-2822

☒ Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including

lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

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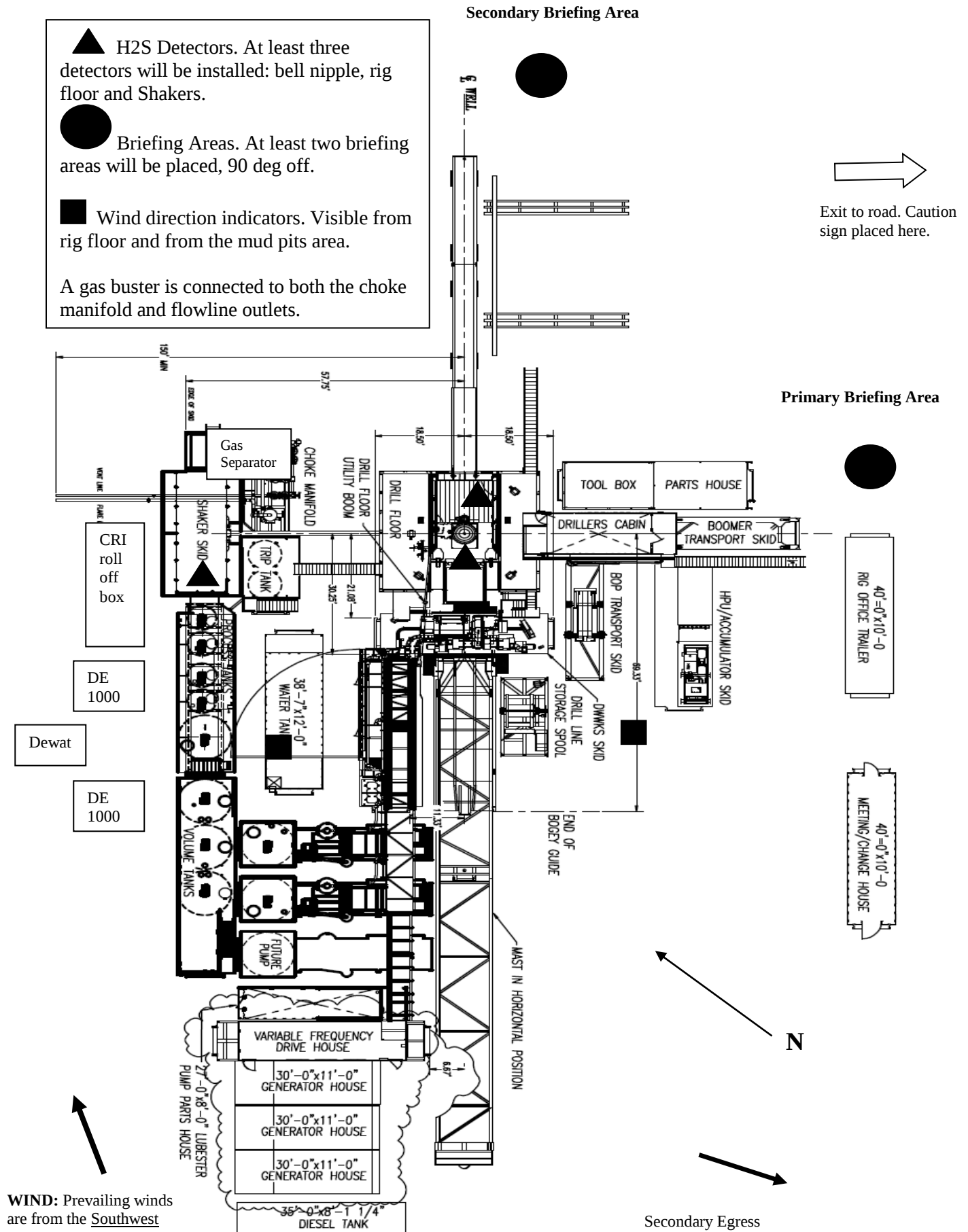


Permian Drilling Hydrogen Sulfide Drilling Operations Plan Lost Tank 30_19 Fed Com 42H

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.



OXY Permian Delaware NM Basin Drilling & Completions Incident Reporting OXY Permian Crisis Team Hotline Notification					
Person	Location	Office Phone	Cell/Mobile Phone	Home Phone	Pager Number
Drilling & Completions Department					
Drilling & Completions Manager: John Willis	Houston	(713) 366-5556	(713) 259-1417		
Drilling Superintendent: Simon Benavides	Houston	(713) 215-7403	(832) 528-3547		
Completions Superintendent: Chris Winter	Houston	(713) 366-5212	(806) 239-8774		
Drilling Eng. Supervisor: Diego Tellez	Houston	(713) 350-4602	(713) 303-4932		
Drilling Eng. Supervisor: Randy Neel	Houston	(713) 215-7987	(713) 517-5544		
Completions Eng. Supervisor: Evan Hinkel	Houston	(713) 366-5436	(281) 236-6153		
Drilling & Completions HES Lead: Ryan Green	Houston	713-336-5753	281-520-5216		
Drilling & Completions HES Advisor: Kenny Williams	Carlsbad	(432) 686-1434	(337) 208-0911		
Drilling & Completions HES Advisor: Kyle Holden	Carlsbad	(432) 686-1435	(661) 369-5328		
Drilling & Completions HES Advisor Sr: Dave Schmidt	Carlsbad		(559) 310-8572		
Drilling & Completions HES Advisor: Seth Doyle	Carlsbad		(337) 499-0756		
HES / Environmental & Regulatory Department					
	Location	Office	Cell Phone		
Jon Hamil-HES Manager	Houston	(713) 497-2494	(832) 537-9885		
Mark Birk-HES Manager	Houston	(713) 350-4615	(949) 413-3127		
Austin Tramell	Midland	(432) 699-4208	(575) 499-4919		
Rico Munoz	Midland	(432) 699-8366	(432) 803-4116		
Amber DuckWorth	Midland		(832) 966-1879		
Kelley Montgomery- Regulatory Manager	Houston	(713) 366-5716	(832) 454-8137		
Sandra Musallam -Regulatory Lead	Houston	+1 (713) 366-5106	+1 (713) 504-8577		
Bishop, Steve-DOT Pipeline Coordinator	Midland	432-685-5614			
Wilson, Dusty-Safety Advisor	Midland	432-685-5771	(432) 254-2336		
John W Dittrich Environmental Advisor	Midland		(575) 390-2828		
William (Jack) Calhoun-Environmental Lead	Houston	+713 (350) 4906	(281) 917-8571		
Robert Barrow-Risk Engineer Manager	Houston	(713) 366-5611	(832) 867-5336		
Sarah Holmes-HSE Coordinator	Midland	432-685-5758			
Administrative					
	Location	Office			
Sarah Holmes	Midland	432-685-5830			
Robertson, Debbie	Midland	432-685-5812			
Laci Hollaway	Midland	(432) 685-5716	(432) 631-6341		
Administrative					
	Location	Office			
Rosalinda Escajeda	Midland	432-685-5831			
Moreno, Leslie (contract)	Hobbs	575-397-8247			
Sehon, Angela (contractor)	Levelland	806-894-8347			
Vasquez, Claudia (contractor)	North Cowden	432-385-3120			
XstremeMD					
	Location	Office			
Medical Case Management	Orla, TX	(337) 205-9314			
Axiom Medical Consulting					
	Location	Office			
Medical Case Management		(877) 502-9466			
Regulatory Agencies					
Bureau of Land Management	Carlsbad, NM	(505) 887-6544			
Bureau of Land Management	Hobbs, NM	(505) 393-3612			
Bureau of Land Management	Roswell, NM	(505) 393-3612			
Bureau of Land Management	Santa Fe, NM	(505) 988-6030			

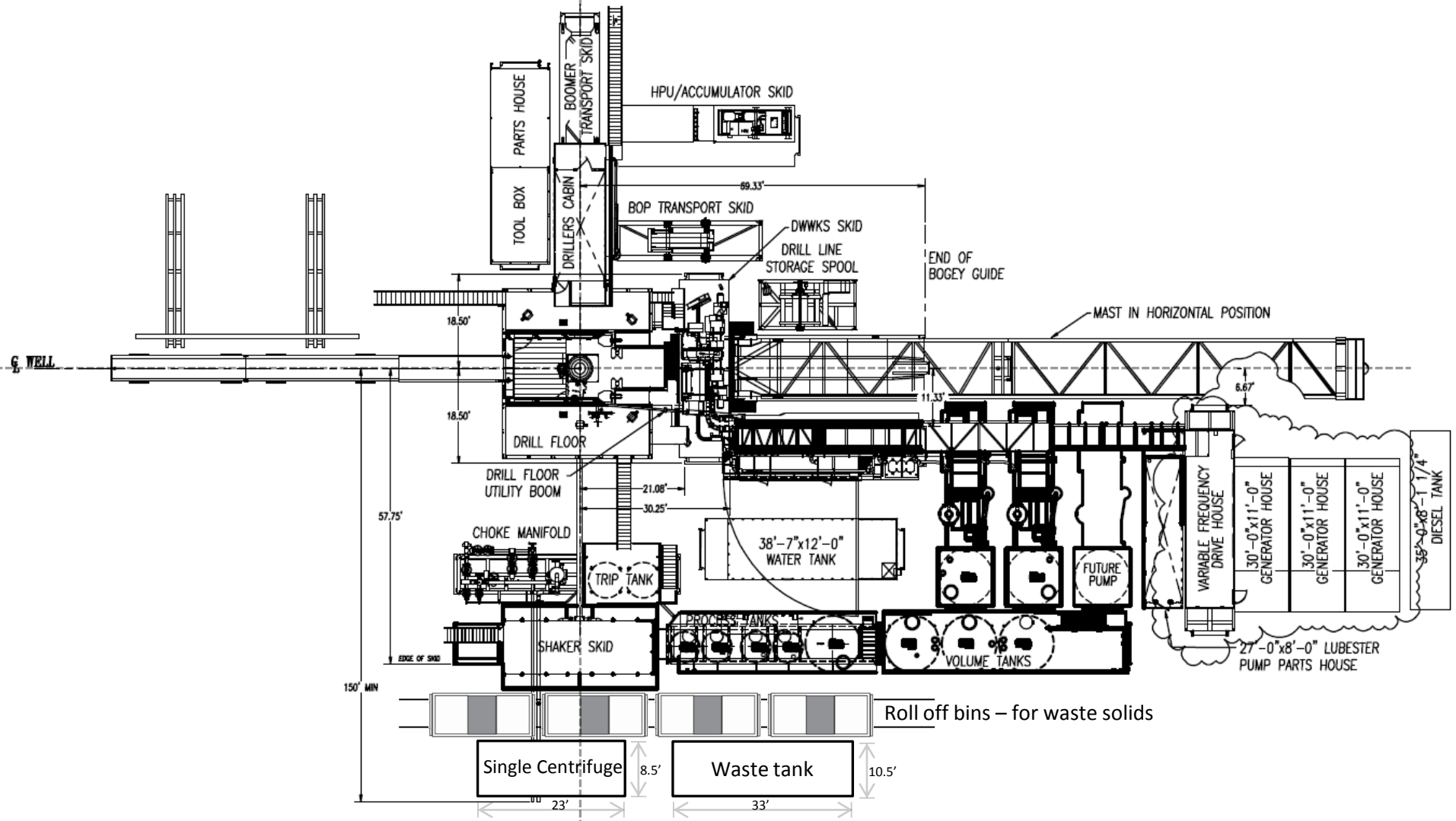
DOT Juisdictional Pipelines-Incident Reporting New Mexico Public Regulaion Commission	Santa Fe, NM	(505) 827-3549 (505) 490-2375			
DOT Juisdictional Pipelines-Incident Reporting Texas Railroad Commission	Austin, TX	(512) 463-6788			
EPA Hot Line	Dallas, Texas	(214) 665-6444			
Federal OSHA, Area Office	Lubbock, Texas	(806) 472-7681			
National Response Center	Washington, D. C.	(800) 424-8802			
National Infrastructure Coordinator Center		(202) 282-9201			
New Mexico Air Quality Bureau	Santa Fe, NM	(505) 827-1494			
New Mexico Oil Conservation Division	Artesia, NM	(505) 748-1283	After Hours (505) 370-7545		
New Mexico Oil Conservation Division	Hobbs, NM	(505) 393-6161			
New Mexico Oil Conservation Division	Santa Fe, NM	(505) 471-1068			
New Mexico OCD Environmental Bureau	Santa Fe, NM	(505) 476-3470			
New Mexico Environmental Department	Hobbs, NM	(505) 827-9329			
NM State Emergency Response Center	Santa Fe, NM	(505) 827-9222			
Railroad Commission of TX	District 1 San Antonio,	(210) 227-1313			
Railroad Commission of TX	District 7C San Angelo	(325) 657-7450			
Railroad Commission of TX	District 8, 8A Midland	(432) 684-5581			
Texas Emergency Response Center	Austin, TX	(512) 463-7727			
TCEQ Air	Region 2 Lubbock, TX	(806) 796-3494			
TCEQ Water/Waste/Air	Region 3 Abilene, TX	(325) 698-9674			
TCEQ Water/Waste/Air	Region 7 Midland, TX	(432) 570-1359			
TCEQ Water/Waste/Air	Region 9 San Antonio,	(512) 734-7981			
TCEQ Water/Waste/Air	Region 8 San Angelo	(325) 655-9479			
Medical Facilities					
Abernathy Medical Clinic	Abernathy, TX	(806) 298-2524			
Alliance Hospital	Odessa, TX	(432) 550-1000			
Artesia General Hospital	Artesia, NM	(505) 748-3333			
Brownfield Regional Medical Center	Brownfield, TX	(806) 637-3551			
Cogdell Memorial Hospital	Snyder, TX	(325) 573-6374			
Covenant Hospital Levelland	Levelland, TX	(806) 894-4963			
Covenant Medical Center	Lubbock, TX	(806) 725-1011			
Covenant Medical Center Lakeside	Lubbock, TX	(806) 725-6000			
Covenant Family Health	Synder, TX	(325) 573-1300			
Crockett County Hospital	Ozona, TX	(325) 392-2671			
Guadalupe Medical Center	Carlsbad, NM	(505) 887-6633			
Lea Regional Hospital	Hobbs, NM	(505) 492-5000			
McCamey Hospital	McCamey, TX	(432) 652-8626			
Medical Arts Hospital	Lamesa, TX	(806) 872-2183			
Medical Center Hospital	Odessa, TX	(432) 640-4000			
Medi Center Hospital	San Angelo, TX	(325) 653-6741			
Memorial Hospital	Ft. Stockton	(432) 336-2241			
Memorial Hospital	Seminole, TX	(432) 758-5811			
Midland Memorial Hospital	Midland, TX	(432) 685-1111			
Nor-Lea General Hospital	Lovington, NM	(505) 396-6611			
Odessa Regional Hospital	Odessa, TX	(432) 334-8200			
Permian General Hospital	Andrews, TX	(432) 523-2200			
Reagan County Hospital	Big Lake, TX	(325) 884-2561			
Reeves County Hospital	Pecos, TX	(432) 447-3551			
Shannon Medical Center	San Angelo, TX	(325) 653-6741			
Union County General Hospital	Clayton, NM	(505) 374-2585			
University Medical Center	Lubbock, TX	(806) 725-8200			
Val Verde Regional Medical Center	Del Rio, TX	(830) 775-8566			
Ward Memorial Hospital	Monahans, TX	(432) 943-2511			
Yoakum County Hospital	Denver City, TX	(806) 592-5484			

Law Enforcement - Sheriff					
Andrews Cty Sheriff's Department	Andrews County(Andr	(432) 523-5545			
Crane Cty Sheriff's Department	Crane, County (Crane)	(432) 558-3571			
Crockett Cty Sheriff's Department	Crockett County (Ozor	(325) 392-2661			
Dawson Cty Sheriff's Department	Dawson County (Lame	(806) 872-7560			
Ector Cty Sheriff's Department	Ector County (Odessa)	(432) 335-3050			
Eddy Cty Sheriff's Department	Eddy County (Artesia)	(505) 746-2704			
Eddy Cty Sheriff's Department	Eddy County (Carlsbac	(505) 887-7551			
Gaines Cty Sheriff's Department	Gaines County (Semin	(432) 758-9871			
Hockley Cty Sheriff's Department	Hockley County(Levell	(806) 894-3126			
Kent Cty (Jayton City Sheriff's Dept.)	Kent County(Jayton)	(806) 237-3801			
Lea Cty Sheriff's Department	Lea County (Eunice)	(505) 384-2020			
Lea Cty Sheriff's Department	Lea County (Hobbs)	(505) 393-2515			
Lea Cty Sheriff's Department	Lea County (Lovington	(505) 396-3611			
Lubbock Cty Sheriff's Department	Lubbock Cty (Abernath	(806) 296-2724			
Midland Cty Sheriff's Department	Midland County (Midl	(432) 688-1277			
Pecos Cty Sheriff's Department	Pecos County (Iraan)	(432) 639-2251			
Reeves Cty Sheriff's Department	Reeves County (Pecos)	(432) 445-4901			
Scurry Cty Sheriff's Department	Scurry County (Snyder	(325) 573-3551			
Terry Cty Sheriff's Department	Terry County (Brownf	(806) 637-2212			
Union Cty Sheriff's Department	Union County (Claytor	(505) 374-2583			
Upton Cty Sheriff's Department	Upton County (Rankin	(432) 693-2422			
Ward Cty Sheriff's Department	Ward County (Monaha	(432) 943-3254			
Yoakum City Sheriff's Department	Yoakum Co. (Denever	(806) 456-2377			
Law Enforcement - Police					
Abernathy City Police	Abernathy, TX	(806) 298-2545			
Andrews City Police	Andrews, TX	(432) 523-5675			
Artesia City Police	Artesia, NM	(505) 746-2704			
Brownfield City Police	Brownfield, TX	(806) 637-2544			
Carlsbad City Police	Carlsbad, NM	(505) 885-2111			
Clayton City Police	Clayton, NM	(505) 374-2504			
Denver City Police	Denver City, TX	(806) 592-3516			
Eunice City Police	Eunice, NM	(505) 394-2112			
Hobbs City Police	Hobbs, NM	393-2677			
Jal City Police	Jal, NM	(505) 395-2501			
Jayton City Police	Jayton, TX	(806) 237-3801			
Lamesa City Police	Lamesa, TX	(806) 872-2121			
Levelland City Police	Levelland, TX	(806) 894-6164			
Lovington City Police	Lovington, NM	(505) 396-2811			
Midland City Police	Midland, TX	(432) 685-7113			
Monahans City Police	Monahans, TX	(432) 943-3254			
Odessa City Police	Odessa, TX	(432) 335-3378			
Seminole City Police	Seminole, TX	(432) 758-9871			
Snyder City Police	Snyder, TX	(325) 573-2611			
Sundown City Police	Sundown, TX	(806) 229-8241			
Law Enforcement - FBI					
FBI	Albuquerque, NM	(505) 224-2000			
FBI	Midland, TX	(432) 570-0255			
Law Enforcement - DPS					
NM State Police	Artesia, NM	(505) 746-2704			
NM State Police	Carlsbad, NM	(505) 885-3137			
NM State Police	Eunice, NM	(505) 392-5588			

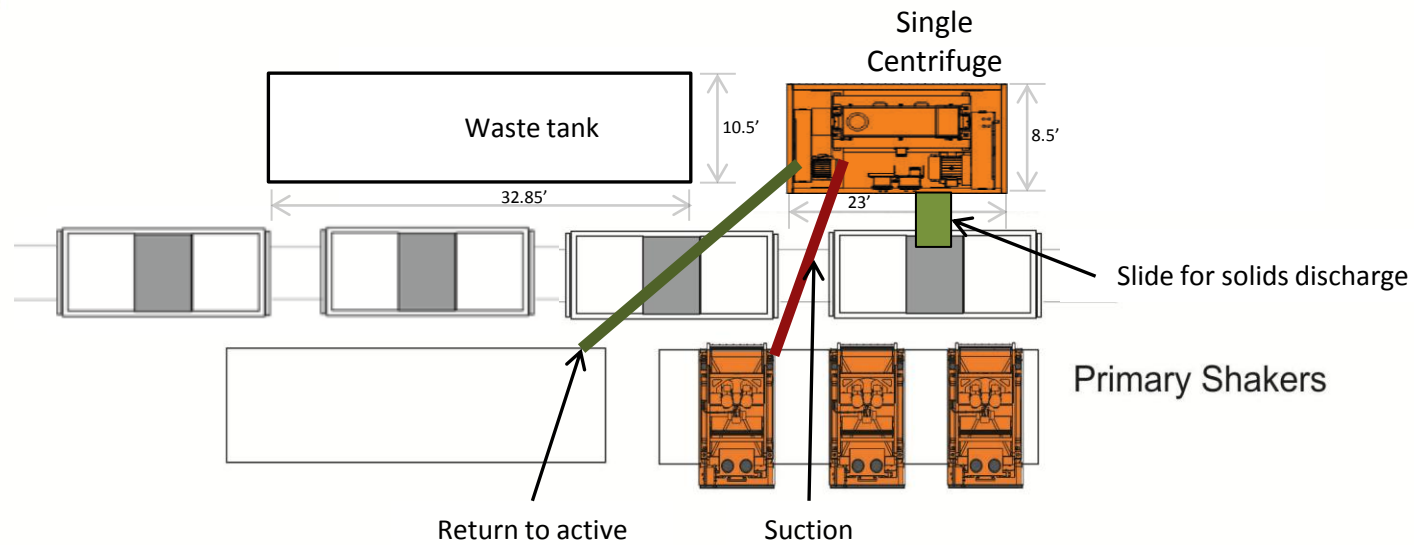
NM State Police	Hobbs, NM	(505) 392-5588			
NM State Police	Clayton, NM	(505) 374-2473; 911			
TX Dept of Public Safety	Andrews, TX	(432) 524-1443			
TX Dept of Public Safety	Big Lake, TX	(325) 884-2301			
TX Dept of Public Safety	Brownfield, TX	(806) 637-2312			
TX Dept of Public Safety	Iraan, TX	(432) 639-3232			
TX Dept of Public Safety	Lamesa, TX	(806) 872-8675			
TX Dept of Public Safety	Levelland, TX	(806) 894-4385			
TX Dept of Public Safety	Lubbock, TX	(806) 747-4491			
TX Dept of Public Safety	Midland, TX	(432) 697-2211			
TX Dept of Public Safety	Monahans, TX	(432) 943-5857			
TX Dept of Public Safety	Odessa, TX	(432) 332-6100			
TX Dept of Public Safety	Ozona, TX	(325) 392-2621			
TX Dept of Public Safety	Pecos, TX	(432) 447-3533			
TX Dept of Public Safety	Seminole, TX	(432) 758-4041			
TX Dept of Public Safety	Snyder, TX	(325) 573-0113			
TX Dept of Public Safety	Terry County TX	(806) 637-8913			
TX Dept of Public Safety	Yoakum County TX	(806) 456-2377			
Firefighting & Rescue					
Abernathy	Abernathy, TX	(806) 298-2022			
Amistad/Rosebud	Amistad/Rosebud, NM	(505) 633-9113			
Andrews	Andrews, TX	523-3111			
Artesia	Artesia, NM	(505) 746-5051			
Big Lake	Big Lake, TX	(325) 884-3650			
Brownfield-Administrative & other calls	Brownfield, TX	(816) 637-4547			
Brownfield emergency only	Brownfield, TX	-911			
Carlsbad	Carlsbad, NM	(505) 885-3125			
Clayton	Clayton, NM	(505) 374-2435			
Cotton Center	Cotton Center, TX	(806) 879-2157			
Crane	Crane, TX	(432) 558-2361			
Del Rio	Del Rio, TX	(830) 774-8650			
Denver City	Denver City, TX	(806) 592-3516			
Eldorado	Eldorado, TX	(325) 853-2691			
Eunice	Eunice, NM	(505) 394-2111			
Garden City	Garden City, TX	(432) 354-2404			
Goldsmith	Goldsmith, TX	(432) 827-3445			
Hale Center	Hale Center, TX	(806) 839-2411			
Halfway	Halfway, TX				
Hobbs	Hobbs, NM	(505) 397-9308			
Jal	Jal, NM	(505) 395-2221			
Jayton	Jayton, TX	(806) 237-3801			
Kermit	Kermit, TX	(432) 586-3468			
Lamesa	Lamesa, TX	(806) 872-4352			
Levelland	Levelland, TX	(806) 894-3154			
Lovington	Lovington, NM	(505) 396-2359			
Maljamar	Maljamar, NM	(505) 676-4100			
McCamey	McCamey, TX	(432) 652-8232			
Midland	Midland, TX	(432) 685-7346			
Monahans	Monahans, TX	(432) 943-4343			
Nara Visa	Nara Visa, NM	(505) 461-3300			
Notrees	Notress, TX	(432) 827-3445			
Odessa	Odessa, TX	(432) 335-4659			
Ozona	Ozona, TX	(325) 392-2626			
Pecos	Pecos, TX	(432) 445-2421			
Petersburg	Petersburg, TX	(806) 667-3461			

Plains	Plains, TX	(806) 456-8067			
Plainview	Plainview, TX	(806) 296-1170			
Rankin	Rankin, TX	(432) 693-2252			
San Angelo	San Angelo, TX	(325) 657-4355			
Sanderson	Sanderson, TX	(432) 345-2525			
Seminole	Seminole, TX	758-9871			
Smyer	Smyer, TX	(806) 234-3861			
Snyder	Snyder, TX	(325) 573-6215			
Sundown	Sundown, TX	911			
Tucumcari	Tucumcari, NM	911			
West Odessa	Odessa, TX	(432) 381-3033			
Ambulance					
Abernathy Ambulance	Abernathy, TX	(806) 298-2241			
Amistad/Rosebud	Amistad/Rosebud, NM	(505) 633-9113			
Andrews Ambulance	Andrews, TX	(432) 523-5675			
Artesia Ambulance	Artesia, NM	(505) 746-2701			
Big Lake Ambulance	Big Lake, TX	(325) 884-2423			
Big Spring Ambulance	Big Spring, TX	(432) 264-2550			
Brownfield Ambulance	Brownfield, TX	(806) 637-2511			
Carlsbad Ambulance	Carlsbad, NM	(505) 885-2111; 911			
Clayton, NM	Clayton, NM	(505) 374-2501			
Denver City Ambulance	Denver City, TX	(806) 592-3516			
Eldorado Ambulance	Eldorado, TX	(325) 853-3456			
Eunice Ambulance	Eunice, NM	(505) 394-3258			
Goldsmith Ambulance	Goldsmith, TX	(432) 827-3445			
Hobbs, NM	Hobbs, NM	(505) 397-9308			
Jal, NM	Jal, NM	(505) 395-2501			
Jayton Ambulance	Jayton, TX	(806) 237-3801			
Lamesa Ambulance	Lamesa, TX	(806) 872-3464			
Levelland Ambulance	Levelland, TX	(806) 894-8855			
Lovington Ambulance	Lovington, NM	(505) 396-2811			
McCamey Hospital	McCamey, TX	(432) 652-8626			
Midland Ambulance	Midland, TX	(432) 685-7499			
Monahans Ambulance	Monahans, TX	3731			
Nara Visa, NM	Nara Visa, NM	(505) 461-3300			
Odessa Ambulance	Odessa, TX	(432) 335-3378			
Ozona Ambulance	Ozona, TX	(325) 392-2671			
Pecos Ambulance	Pecos, TX	(432) 445-4444			
Rankin Ambulance	Rankin, TX	(432) 693-2443			
San Angelo Ambulance	San Angelo, TX	(325) 657-4357			
Seminole Ambulance	Seminole, TX	758-9871			
Snyder Ambulance	Snyder, TX	(325) 573-1911			
Stanton Ambulance	Stanton, TX	(432) 756-2211			
Sundown Ambulance	Sundown, TX	911			
Tucumcari, NM	Tucumcari, NM	911			
Medical Air Ambulance Service					
AEROCARE - Methodist Hospital	Lubbock, TX	(800) 627-2376			
San Angelo Med-Vac Air Ambulance	San Angelo, TX	(800) 277-4354			
Southwest Air Ambulance Service	Stanford, TX	(800) 242-6199			
Southwest MediVac	Snyder, TX	(800) 242-6199			
Southwest MediVac	Hobbs, NM	(800) 242-6199			
Odessa Care Star	Odessa, TX	(888) 624-3571			
NWTH Medivac	Amarillo, TX	(800) 692-1331			

Oxy Single Centrifuge
Closed Loop System – New
Mexico Flex III
May 28, 2013



Oxy



Well Head

Oxy Single Centrifuge
Closed Loop System – New
Mexico Flex III

May 28, 2013

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 12118

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
OXY USA INC	P.O. Box 4294	Houston, TX772104294	16696	12118	FORM 3160-3

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	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
pkautz	Oil base muds are not to be used until freshwater zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.