



OXY USA WTP Limited Partnership

A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046-0521
P.O. Box 4294, Houston, Texas 77210-4294

MAR 23 2018 PM03:08

March 15, 2018

VIA CERTIFIED MAIL

NON-CONSENTING POOLED WORKING INTEREST PARTIES
(see list below)

Re: Turkey Track Development
Turkey Track 9-10 State Com #23H & #24H
N/2 of Section 9 & N/2 of Section 10
Township 19 South, Range 29 East
Eddy County, New Mexico

Dear WI Party,

OXY USA WTP Limited Partnership ("OXY") has been granted Compulsory Pooling Order Nos. R-14471 and R-14472, covering the acreage described above as to the Bone Spring formation. Copies of these orders were provided to you via letter dated October 26, 2017. Per paragraph 11 of the orders, OXY hereby furnishes the itemized schedule of actual well costs.

If you have any questions or would like to discuss this further, please don't hesitate to call or e-mail.

Very truly yours,

OXY USA WTP Limited Partnership

Nicole Singer
Email: nicole_singer@oxy.com
Dir: 713.350.4805

Enclosure(s)

cc: New Mexico Oil Conservation Division

POOLED WORKING INTEREST PARTIES

Witherspoon Motor Company 404 Pecos River Dr. Carlsbad, NM 88220 Percentage Interest: 0.70313%	HFB Investment Company LP 415 W. Wall Street, Suite 1705 Midland TX 79701 Percentage Interest: 0.15625%	Herbert F. Boles, Trustee u/w/o Norma J. Boles, deceased 415 W. Wall St, Suite 1705 Midland, TX 79701 Percentage Interest: 0.15625%
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Well Name	Element Category	Element Number	Element Name	Drilling	Completion
TURKEY TRACK 9-10 STATE 23H	Services	3024	Services Stimulation	\$ -	\$ 2,505,942
		3020	Services Rig Costs	\$ 528,414	
		3014	Services Directional Well Drilling/LoggingDrillg	\$ 350,213	
		3013	Services Coiled Tubing	\$ -	\$ 292,849
		3025	Services Downhole Other	\$ 28,480	\$ 147,006
		3023	Services Cementing	\$ 130,338	
		3002	Services Misc Heavy Equipment	\$ -	\$ 58,228
		3021	Services Rig Move	\$ 57,188	
		3011	Services Locations	\$ 41,018	
		3019	Services Wireline/Slickline	\$ -	\$ 26,290
		3035	Services Disposal	\$ 8,418	\$ 16,536
		3009	Services Wellhead	\$ 17,160	\$ 7,625
		3029	Services Catering	\$ 23,365	
		3001	Services Hot Oiling	\$ -	\$ 17,442
		3026	Services Formation Test	\$ -	\$ 16,238
		3005	Services Inspection	\$ 11,024	
		3034	Services Seismic	\$ 10,952	
		3012	Services Cased Hole Logging	\$ -	\$ 10,805
		3022	Services Downhole Fluids	\$ 10,073	
		3003	Services Fluid Hauling TO SITE	\$ 4,592	\$ 3,484
		3039	Services Fluid Hauling FROM SITE	\$ 5,544	
		3030	Services Building Maint/Repair	\$ 300	
		3031	Services HES	\$ -	\$ 150
	Intangible	5503	Material Drilling Tools / Bits/Reamers/Scrapers	\$ 92,086	\$ 58,325
		5500	Material Consumables	\$ 6,701	\$ 138,381
		5502	Material Drilling Fluids	\$ 111,527	
		5505	Material Fuel / Off/road Diesel	\$ 54,839	
	Tangible	5028	Material Casing Liners and Accessories	\$ 390,680	
		5023	Material Wellhead Equipment	\$ 12,109	\$ 18,848
		5008	Material Instrumt Elect Supp/Umbilicals/Bulks	\$ 15,902	
		5013	Material Linepipe	\$ 8,450	
		5015	Material Valves	\$ -	\$ 878
		5029	Material Tubing and Accs	\$ 636	\$ 70
	Taxes/Tariff	5014	Material Pipe Fittings	\$ -	\$ 532
		8103	Taxes Sales Tax	\$ 94,132	\$ 165,716
	Contract Labor	8107	Taxes Other	\$ 29,144	\$ 1,198
		2017	Contractor Drilling/WO/Completion Rig Superv	\$ 38,227	\$ 56,644
		2034	Contr Other	\$ 33,537	
		2001	Contractor Electrical and Instrumentation	\$ 14,927	
		2004	Contractor Maintenance/Gangs/Roustabouts	\$ -	\$ 12,122
		2019	Contractor HES	\$ 7,153	\$ 1,174
		2025	Contractor Surveyor	\$ 4,423	
	Chemicals and Injectants	2009	Contr Welding	\$ 2,720	
		6001	Chemicals Water Soluble	\$ -	\$ 116,680
	Other	8921	Waste Handling and Disposal	\$ 75,711	
		8919	Environmental Cleanup/Reclamation	\$ 17,824	\$ 969
		8912	Right of Way	\$ 7,000	
	Rental	4013	Rental Surface Equipment and Tools	\$ 53,371	\$ 10,161
		4007	Rental HES Equipment and Tools	\$ 3,937	\$ 11,990
		4005	Rental Down hole Equipment and Tools	\$ 400	
	Freight	8000	Freight Shipping	\$ 27,359	\$ 9,032
	Power/Utilities	7004	Utilities Water/Sewers/Trash	\$ 12,654	
		7002	Field Consumption LPG/Diesel/Propane	\$ 2,250	
	Defined as USD Payroll	1001	Employee Overtime	\$ 2,050	
	Benefits and Taxes	1216	Emp COPAS Burden	\$ 876	
	Accrual			\$ 100,000	\$ 95,832
TURKEY TRACK 9-10 STATE 23H	Total			\$ 2,447,704	\$ 3,801,147

Well Name	Element Category	Element Number	Element Name	Drilling	Completion
TURKEY TRACK 9-10 STATE 24H	Services	3024	Services Stimulation	\$ -	\$ 2,484,248
		3020	Services Rig Costs	\$ 631,255	
		3014	Services Directional Well Drilling/LoggingDrillg	\$ 375,436	
		3013	Services Coiled Tubing	\$ -	\$ 291,501
		3025	Services Downhole Other	\$ 36,927	\$ 147,006
		3023	Services Cementing	\$ 131,263	
		3021	Services Rig Move	\$ 87,047	
		3005	Services Inspection	\$ 71,809	
		3022	Services Downhole Fluids	\$ 56,267	
		3002	Services Misc Heavy Equipment	\$ 578	\$ 42,421
		3011	Services Locations	\$ 39,845	
		3009	Services Wellhead	\$ 26,254	\$ 7,100
		3019	Services Wireline/Slickline	\$ -	\$ 21,349
		3001	Services Hot Oiling	\$ -	\$ 19,868
		3029	Services Catering	\$ 18,019	
		3026	Services Formation Test	\$ -	\$ 16,238
		3035	Services Disposal	\$ 12,401	\$ 3,725
		3016	Services Mud Logging	\$ 15,318	
		3003	Services Fluid Hauling TO SITE	\$ 7,281	\$ 5,021
		3012	Services Cased Hole Logging	\$ -	\$ 11,016
		3039	Services Fluid Hauling FROM SITE	\$ 4,752	\$ 1,125
		3034	Services Seismic	\$ 1,755	
		3032	Services Communication	\$ 1,516	
		3030	Services Building Maint/Repair	\$ 1,500	
		3031	Services HES	\$ -	\$ 100
		3027	Services Lab Tests	\$ -	\$ 80
	Intangible	5502	Material Drilling Fluids	\$ 166,461	
		5500	Material Consumables	\$ 18,771	\$ 127,313
		5503	Material Drilling Tools / Bits/Reamers/Scrapers	\$ 77,829	\$ 44,654
		5505	Material Fuel / Off/road Diesel	\$ 81,375	
	Tangible	5028	Material Casing Liners and Accessories	\$ 401,930	
		5008	Material Instrumt Elect Supp/Umbilicals/Bulks	\$ 17,317	
		5023	Material Wellhead Equipment	\$ 16,384	
		5029	Material Tubing and Accs	\$ 639	
		5032	Material HES	\$ 223	
	Taxes/Tariff	8103	Taxes Sales Tax	\$ 106,163	\$ 163,184
		8107	Taxes Other	\$ 38,028	\$ 1,209
	Contract Labor	2017	Contractor Drilling/WO/Completion Rig Superv	\$ 21,150	\$ 77,550
		2034	Contr Other	\$ 44,521	
		2002	Contractor Field Operator	\$ 19,275	
		2019	Contractor HES	\$ 7,093	\$ 6,165
		2004	Contractor Maintenance/Gangs/Roustabouts	\$ 7,215	\$ 1,097
		2009	Contr Welding	\$ 2,720	
		2025	Contractor Surveyor	\$ 2,592	
	Rental	4013	Rental Surface Equipment and Tools	\$ 69,876	\$ 39,614
		4005	Rental Down hole Equipment and Tools	\$ 35,124	
		4007	Rental HES Equipment and Tools	\$ 695	\$ 11,990
	Chemicals and Injectants	6001	Chemicals Water Soluble	\$ -	\$ 113,366
	Other	8921	Waste Handling and Disposal	\$ 56,954	
		8945	Loss and Loss Expenses Paid	\$ 19,000	
		8919	Environmental Cleanup/Reclamation	\$ 15,891	\$ 456
		8925	Vehicle Diesel	\$ 2,137	
	Freight	8000	Freight Shipping	\$ 13,406	\$ 13,563
	Power/Utilities	7004	Utilities Water/Sewers/Trash	\$ 21,150	
	Accrual			\$ 100,000	\$ 97,193
TURKEY TRACK 9-10 STATE 24H		Total		\$ 2,883,142	\$ 3,748,151