

BEFORE THE
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

RECEIVED

IN THE MATTER OF THE APPLICATION OF
OXY U.S.A., INC. FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

CASE NO. 10200
OIL CONSERVATION DIVISION

APPLICATION

COMES NOW OXY U.S.A., INC., by its undersigned attorneys, and as provided by N.M.Stat.Ann. § 70-2-17, (1978), hereby makes application for an order pooling all of the mineral interests from the base of the Wolfcamp formation to the base of the Morrow formation in and under the E/2 of Section 29, Township 21 South, Range 27 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents in excess of 99% of the working interest in and under the E/2 of Section 29, which lands were pooled by Division Order No. R-9247, and Applicant has the right to drill thereon.

2. Applicant has dedicated the above-referenced pooled unit to a well located at a standard location in the NW/4 SE/4 of Section 29, which has been drilled to a depth of approximately 11,810 feet to test all zones in the Pennsylvanian formation.

3. Following the entry of Order No. R-9247, OXY discovered that Arselia G. Ogas and Robert D. Ogas, 503 South Lake, Carlsbad, New Mexico 88220 own the working interest under .25-acres in the E/2 of said Section 29. Applicant has sought and

has been unable to obtain either voluntary agreement for pooling or farmout from Arselia G. Ogas and Robert D. Ogas.

4. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

5. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on January 10, 1991 and, that after notice and hearing as required by law, the Division enter its order pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By: 

WILLIAM F. CARR
Post Office Box 2208
Santa Fe, New Mexico 87504
Telephone: (505) 988-4421

ATTORNEYS FOR OXY U.S.A., INC.

Submit 3 Copies
to Appropriate
District Office

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

EN DIVISION

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

NOV 14 1990

WELL API NO.	30-015-26506
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name	Simpson A
8. Well No.	2Y
9. Pool name or Wildcat	Burton Flat Morrow
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3138.9'

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	2. Name of Operator OXY USA Inc.
3. Address of Operator P.O. Box 50250 Midland, TX. 79710	4. Well Location Unit Letter J : 1880 Feet From The South Line and 1980 Feet From The East Line Section 29 Township 21S Range 27E NMMPM Eddy County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: Plug hole - Skid rig <input type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

(See other side)

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Region Operations Manager DATE 11/8/90

TYPE OR PRINT NAME F.A. Vitrano (Prepared by David Stewart) TELEPHONE NO. 9156855717

(This space for State Use)

ORIGINAL SIGNED BY
MIKE WILLIAMS
SUPERVISOR, DISTRICT II

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

NOV 16 1990

Attachment C-103
OXY USA Inc.
Simpson A #2Y
Sec 29 T218 R27E
Eddy County, New Mexico

Drill to a TD of 1907', having hole problems. POOH, LD BHA. RIH w/ open-ended DP and tag @ 1820', PU to 1810'. Spot 100sx Cl C w/ 10# Gilsonite + .5# Flocele + 4% CaCl₂, POOH WOC 2hrs, RIH tag @ 1820'. Spot 100sx Cl C w/ same additives, POOH WOC 2hrs, RIH tag @ 1816'. Spot 100sx Cl C w/ same additives, POOH WOC 2hrs, RIH tag @ 1816'. Spot 100sx Cl C w/ same additives, POOH WOC 2hrs, RIH tag @ 1815'. PU to 1624', spot 100sx Cl C w/ same additives, POOH WOC 2hrs, RIH tag @ 1815'. PU to 1624', spot 100sx Cl C w/ same additives, POOH WOC 2hrs, RIH tag @ 1815'. PU to 978', spot 75sx Cl C w/ 3% CaCl₂, POOH WOC 2hrs. RIH didn't tag. Spot 75sx Cl C w/ 3% CaCl₂ @ 978', POOH WOC 2hrs, RIH didn't tag. Spot 100sx Thickset w/ 3% CaCl₂ @ 978', POOH WOC 2-1/2hrs, RIH didn't tag. Spot 100sx Thickset w/ 3% CaCl₂ @ 978', POOH WOC 2hrs, RIH didn't tag. Spot 100sx Thickset w/ 3% CaCl₂ @ 978', POOH WOC 3hrs, RIH to 1400', didn't tag, POOH. Dump 16yds 3/4" gravel down hole, RIH, spot 100sx Cl C w/ 3%, POOH WOC 2hrs, RIH didn't tag, POOH. Dump 16yds 3/4" gravel down hole, RIH to 1400', didn't tag, POOH. Dump 32yds 3/4" gravel down hole, RIH tag @ 1085', POOH. Dump 16yds 3/4" gravel down hole, RIH Tag @ 995'. Spot 100sx Cl C w/ 3% CaCl₂ @ 978', POOH WOC 2 hrs, RIH tag @ 968'. Spot 100sx Cl C w/ 3% CaCl₂ @ 941', POOH WOC 3-1/2hrs, RIH tag @ 968'. Spot 100sx Cl C w/ 3% CaCl₂ @ 941', POOH WOC 2hrs, RIH tag @ 865'. Dump 30yds 3/4" gravel down hole, RIH tag @ 580'. Spot 150sx Cl C w/ 3% CaCl₂ @ 575', POOH WOC 2hrs, RIH tag @ 443', POOH LD DP. All plugs approved and witnessed by Mike Stubblefield-NMOCD. Rel rig @ 2300hrs MDT 10/22/90. Spot 10sx Cl C from 50' to surface.

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-015-26506

5. Indicate Type of Lease
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator
OXY USA Inc.

3. Address of Operator
P.O. Box 50250 Midland, TX. 79710

4. Well Location
Unit Letter J : 1830 Feet From The South Line and 1980 Feet From The East Line
Section 29 Township 21S Range 27E NMPM Eddy County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3138.9'

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☒ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☒
OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Received verbal approval 10/5/90 from Mike Williams - NMOCDD to skid rig from the Simpson A #2. Skidded Grace Rig #303, spudded 17-1/2" hole @ 1800hrs CDT 10/7/90. Drill to a TD of 600' @ 0845hrs CDT 10/8/90. Run 13-3/8" (14jts) 48# H40 casing, set @ 600'. Cement w/ 750sx C1 C w/ 2% CaCl2 + 1/4#/sx cellophane flakes. Plug down @ 1308hrs CDT 10/8/90. Circulate 123sx to pit, WOC 8hrs. NUBOP, test BOP to 1000#, held OK. Resume drilling 12-1/4" hole.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Region Operations Manager DATE 11/8/90

TYPE OR PRINT NAME F.A. Vitrano (Prepared by David Stewart) TELEPHONE NO. 155855717

(This space for State Use)

APPROVED BY [Signature] TITLE SUPERVISOR, DISTRICT II DATE NOV 16 1990

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 6 copies
Fee Lease - 5 copies

CONSERVATION DIVISION

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-101
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

API NO. (assigned by OCD on New Wells)

30-015-26506

5. Indicate Type of Lease

STATE ☐

FEE ☒

6. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work:

DRILL ☒

RE-ENTER ☐

DEEPEN ☐

PLUG BACK ☐

b. Type of Well:

OIL
WELL ☐

GAS
WELL ☒

OTHER

SINGLE
ZONE ☒

MULTIPLE
ZONE ☐

7. Lease Name or Unit Agreement Name

Simpson A

2. Name of Operator

OXY USA Inc.

8. Well No.

2Y

3. Address of Operator

P.O. Box 50250 Midland, TX. 79710

9. Pool name or Wildcat

Burton Flat Morrow

4. Well Location

Unit Letter

J

1880

Feet From The

South

Line and

1980

Feet From The

East

Line

Section

29

Township

21S

Range

27E

NMPM

Eddy

County

10. Proposed Depth

11810'

11. Formation

Morrow

12. Rotary or C.T.

Rotary

13. Elevations (Show whether DF, RT, GR, etc.)

3138.9

14. Kind & Status Plug. Bond

Required/Approved

15. Drilling Contractor

Grace

16. Approx. Date Work will start

ASAP

17.

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17 1/2"	13 3/8"	48#	600'	650	Surface
12 1/4"	8 5/8"	24-32#	3000'	1400	Surface
7 7/8"	5 1/2"	17-20#	11810'	1300	Top of Wolfcamp

It is proposed to drill this well to a TD of 11810' and test the Morrow formation. The blowout prevention program is as follows:

0-600'

None

600'-3000'

12" 3000# WP blind & pipe rams

3000'-11810'

10" 5000# WP blind & pipe rams

3000# WP annular preventor, and rotating head below 3500'.

This is a replacement well for the Simpson A #2 API #30-015-26442. Received verbal approval from Mike Williams - NMOCD - Artesia to skid rig to new location.

APPROVAL VALID FOR 30 DAYS

PERMIT EXPIRES 11/14/90

UNLESS DRILLING UNDERWAY

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

F.A. Vitrano

TITLE Region Operations Mgr.

DATE 10/15/90

TYPE OR PRINT NAME

F.A. Vitrano

(Prepared by David Stewart)

TELEPHONE NO. 9156855717

(This space for State Use)

APPROVED BY

Mike Williams

TITLE

SUPERVISOR, DISTRICT II

DATE

OCT 23 1990

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

RECEIVED

OCT 18 1990

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

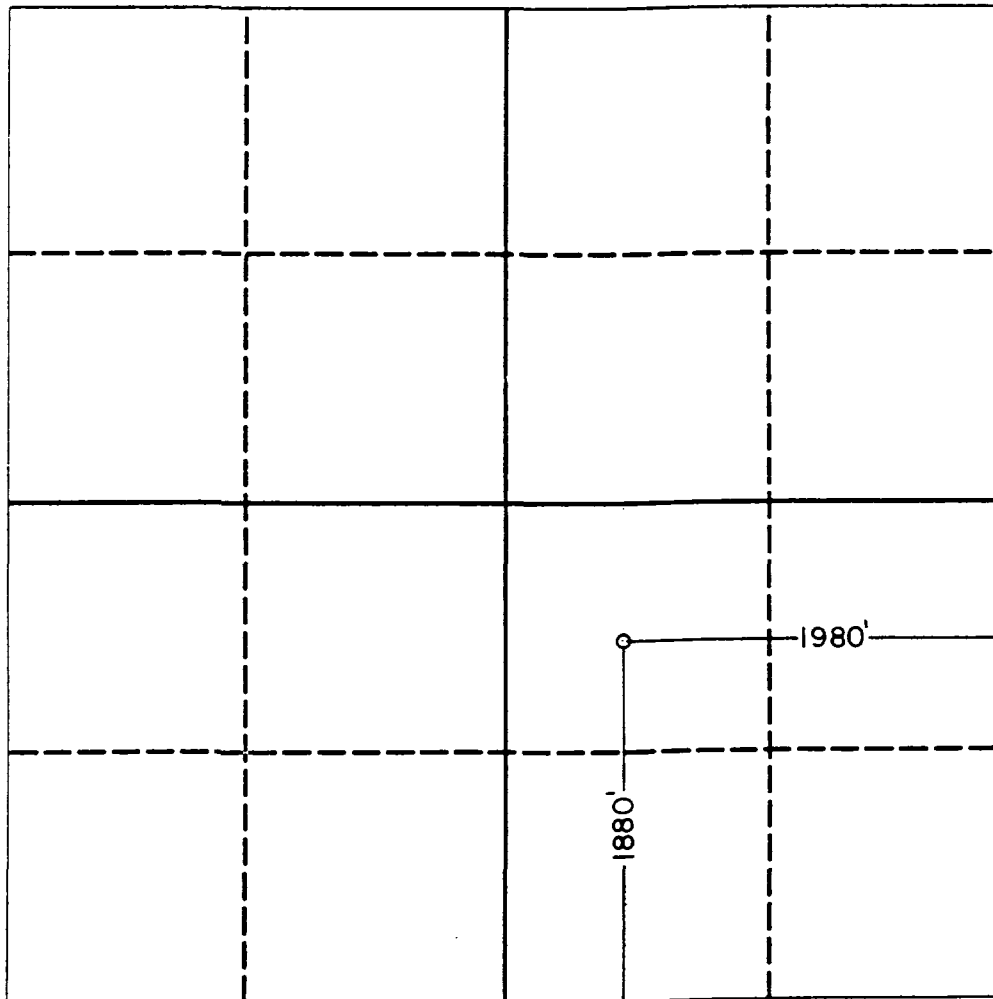
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT
All Distances must be from the outer boundaries of the section

O. C. D.
ARTESIA OFFICE

Operator OXY USA, INC.			Lease Simpson "A"		Well No. 2-Y
Unit Letter J	Section 29	Township 21 South	Range 27 East	County Eddy	
Actual Footage Location of Well: 1880 feet from the South line and 1980 feet from the East line					
Ground level Elev. 3138.9	Producing Formation Morrow		Pool Burton Flat		Dedicated Acreage: 320 Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
F.A. Vitrano
Printed Name
F.A. Vitrano
Position
Region Operations Mgr.
Company
OXY USA Inc.
Date
10/15/90

SURVEYOR CERTIFICATION

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

Date Surveyed
October 5, 1990

Signature & Seal of
Professional Surveyor

Signature
JOHN W. WEST
676
RONALD J. EIDSON
3239
NEW MEXICO
JOHN W. WEST

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District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-015-26442

5. Indicate Type of Lease
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator
OXY USA Inc. ✓

3. Address of Operator
P.O. Box 50250

4. Well Location
Unit Letter J : 1980 Feet From The South Line and 1930 Feet From The East Line
Section 29 Township 21S Range 27E NMPM Eddy Country

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3136.4' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: Plug hole - Skid rig ☒

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Drill to a TD of 1640', having hole problems. POOH, LD BHA. RIH w/ open-ended DP to 1300'. Spot 100sx Cl C w/ 4% CaCl₂, POOH WOC 2hrs, RIH to 1300', no fill. Spot 100sx Cl C w/ 4% CaCl₂, POOH WOC 2hrs, RIH tag TOC @ 1250'. Spot 200sx Cl C Prem + thickset, POOH WOC 2hrs, RIH tag TOC @ 1180'. POOH to 550'. Spot 100sx Cl C w/ 4% CaCl₂, POOH WOC 2hrs, RIH tag no cement. Spot 100sx Cl C w/ 4% CaCl₂ + 5sx LCM ahead of cement, POOH WOC 2hrs, RIH tag TOC @ 1090'. Spot 100sx Cl C w/ 4% CaCl₂ + 5sx LCM ahead of cement, POOH WOC 2hrs, RIH tag TOC @ 980'. Dump 8 yds pea gravel, tag @ 825'. RIH to 560', spot 20sx Cl C w/ 4% CaCl₂, POOH WOC 2hrs. Put 65sx mud down 13-3/8" casing, RIH to 560', spot 100sx Cl C w/ 4% CaCl₂. POOH WOC 2hrs, RIH tag @ 530'. Had total circulation during last plug w/ no fall back. All plugs witnessed & approved by NMOCD Mike Stubblefield & Darrell Moore. Rel rig @ 1500hrs CDT 10/5/90. Spot 10sx Cl C from 50' to surface. Skid rig to Simpson A #2Y.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Region Operations Manager DATE 10/25/90

TYPE OR PRINT NAME F.A. Vitranb (Prepared by David Stewart) TELEPHONE NO. 9156855 17

(This space for State Use)

APPROVED BY [Signature] SUPERVISOR, DISTRICT II DATE NOV 16 1990

CONDITIONS OF APPROVAL, IF ANY:

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OCT 26 '90

WELL API NO.
30-015-26442

5. Indicate Type of Lease
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE APPLICATION FOR PERMIT, STATE OFFICE
(FORM C-101) FOR SUCH PROPOSALS.)

7. Lease Name or Unit Agreement Name

Simpson A

1. Type of Well:
OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator
OXY USA Inc. ✓

8. Well No.
2

3. Address of Operator
P.O. Box 50250 Midland, TX. 79710

9. Pool name or Wildcat
Burton Flat Morrow

4. Well Location
Unit Letter J : 1980 Feet From The South Line and 1980 Feet From The East Line
Section 29 Township 21S Range 27E NMPM Eddy County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

3136.4' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☒ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☒
OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

MIRU Grace Rig #303, spudded 17-1/2" hole @ 1030hrs CDT 9/28/90. Drill to a TD of 595'. Run 13-3/8" 14 jts 48# H40 casing, set @ 583'. Cement w/ 650sx Cl C w/ 2% CaCl2, 1/4# cello-seal. Plug down @ 0800hrs CDT 9/29/90. NMOCN notified but did not witnessed. Cement did not circulate. WOC 6hrs, run temp svy-TOC-50'. Redi-mix cement to surface. NU BOP, test to 1200#, held OK. Resume drilling 12-1/4" hole.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE David Stewart TITLE Production Accountant DATE 10/24/90
TYPE OR PRINT NAME David Stewart TELEPHONE NO. 9156855717

(This space for State Use)

APPROVED BY Supervisor TITLE SUPERVISOR, DISTRICT II DATE NOV 16 1990

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 6 copies
Fee Lease - 5 copies

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-101
Revised 1-1-89

DISTRICT I
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DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

API NO. (assigned by OCD on New Wells)

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work:

DRILL ☒ RE-ENTER ☐ DEEPEN ☐ PLUG BACK ☐

b. Type of Well:

OIL WELL ☐ GAS WELL ☒ OTHER ☐ SINGLE ZONE ☒ MULTIPLE ZONE ☐

2. Name of Operator

OXY USA Inc. ✓

3. Address of Operator

P.O. Box 50250 Midland, TX. 79710

7. Lease Name or Unit Agreement Name

Simpson A

8. Well No.

2

9. Pool name or Wildcat

Burton Flat Morrow

4. Well Location

Unit Letter J : 1980 Feet From The South Line and 1980 Feet From The East Line

Section 29 Township 21S Range 27E NMPM Eddy County

10. Proposed Depth

11810'

11. Formation

Morrow

12. Rotary or C.T.

Rotary

13. Elevations (Show whether DF, RT, GR, etc.)

3136.4 GR

14. Kind & Status Plug. Bond

Required/Approved

15. Drilling Contractor

Unknown

16. Approx. Date Work will start

After permit approval

17.

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17 1/2"	13 3/8"	48#	600'	650	Circulated
12 1/4"	8 5/8"	24-32#	3000'	1400	Circulated
7 7/8"	5 1/2"	17-20#	11810'	1300	Top of Wolfcamp

It is proposed to drill this well to a TD of 11810' and test the Morrow formation. The Blowout Prevention program is as follows:

0-600'
600'-3000'
3000'-11810'

None

12" 3000# WP Blind & pipe rams
10" 5000# WP Blind & pipe rams,
3000# WP annular preventor, and
rotating head below 8500'.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE David Stewart TITLE Production Accountant DATE 7/31/90

TYPE OR PRINT NAME David Stewart TELEPHONE NO. 9156855717

(This space for State Use)

APPROVED BY Mark W. McLean TITLE SUPERVISOR, DISTRICT II DATE AUG 9 1990

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

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DISTRICT I
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DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

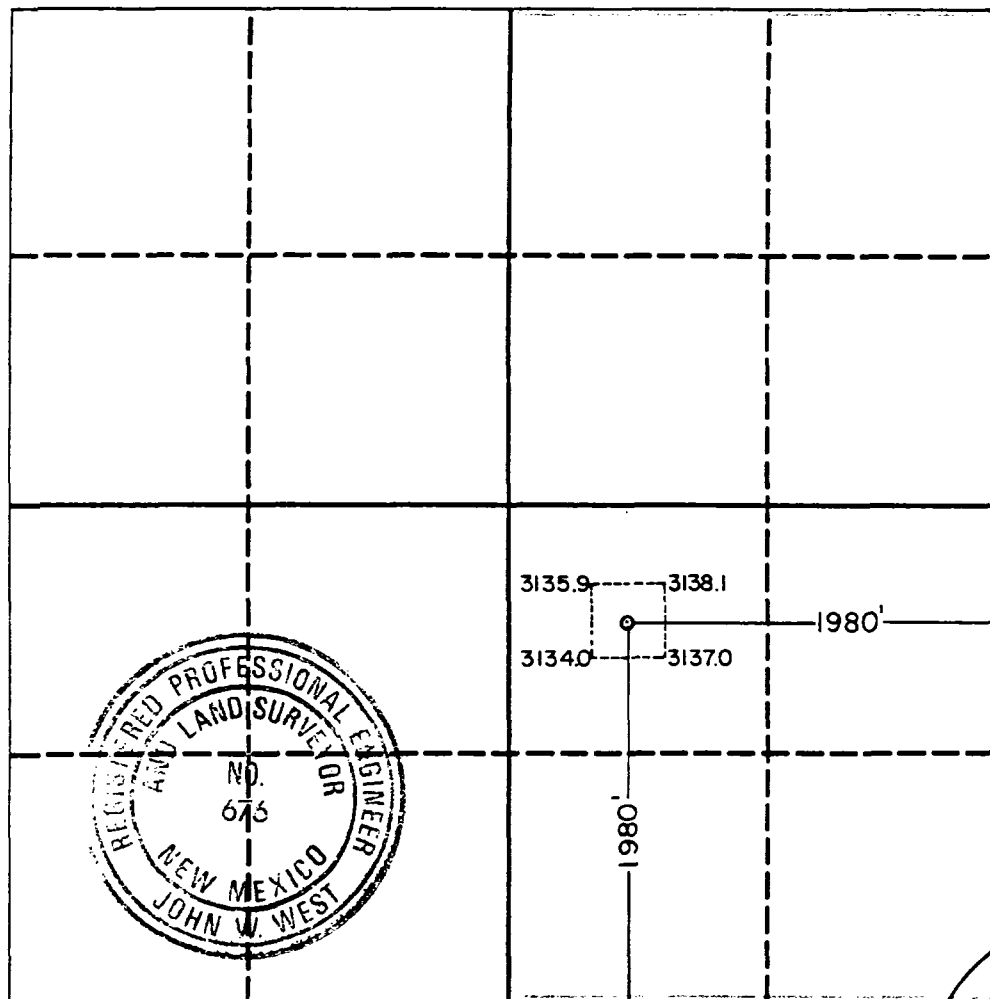
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator OXY USA INC.			Lease Simpson "A"		Well No. 2
Unit Letter J	Section 29	Township 21 South	Range 27 East	County Eddy	
Actual Footage Location of Well: 1980 feet from the South line and 1980 feet from the East line					
Ground level Elev. 3136.4	Producing Formation Morrow	Pool Burton Flat		Dedicated Acreage: 320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary). _____
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
Printed Name
David Stewart
Position
Production Accountant
Company
OXY USA Inc.
Date
7/30/90

SURVEYOR CERTIFICATION

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

Date Surveyed
May 15, 1990
Signature & Seal of Professional Surveyor
Certificate No. JOHN W. WEST, 676
RONALD J. EIDSON, 3239