

DISTRICT I
1625 N French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-40532		Pool Code 96830	Pool Name ARTESIA; GLORIETA-YESO (O)
Property Code 38783	Property Name ROO 22 STATE		Well Number 10
OGRID No. 16696	Operator Name OXY U.S.A. INC.		Elevation 3585'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	22	17-S	28-E		475	SOUTH	1732	WEST	EDDY

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
Dedicated Acres 40		Joint or Infill		Consolidation Code		Order No.			

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

<p>GEODETIC COORDINATES NAD 27 NME</p> <p>SURFACE LOCATION Y=659875.6 N X=551353.2 E</p> <p>LAT.=32.813975° N LONG.=104.166182° W</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p> Signature</p> <p>07/25/2012 Date</p> <p>JENNIFER DUARTE Printed Name</p> <p>jennifer_duarte@oxy.com E-mail Address</p>
	<p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief</p> <p>JUNE 5, 2012 Date of Survey</p> <p>Signature & Seal of Professional Surveyor: Certificate Number 3239 Name Ronald J. Eidson AF JWSC W.O.: 12.11.0735</p>

APD DATA – DRILLING PLAN –

OPERATOR NAME / NUMBER: OXY USA Inc

16696

LEASE NAME / NUMBER: Roo 22 State 10

Federal Lease No:

STATE: NM

COUNTY: Eddy

SURFACE LOCATION: 475' FSL & 1732' FWL, Sec 22, T17S, R28E

C-102 PLAT APPROX GR ELEV: 3585'

EST KB ELEV: 3599' (14' KB)

12. GEOLOGIC NAME OF SURFACE FORMATION

a. Permian

13. ESTIMATED TOPS OF GEOLOGICAL MARKERS & DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS

Formation	TV Depth Top	Expected Fluids
Rustler	100	Fresh Water
Base of Salt	390	-
Yates	410	-
Seven Rivers	604	-
Queen	1170	-
Grayburg	1640	Oil
San Andres	1749	Oil/Water
Glorietta	3350	Oil
Paddock	3440	Oil
Blinbry	3900	Oil
Tubb – Base of Yeso	4820	Oil
TD	5300	TD

C. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.

D. Fresh Water formations will be covered with the 16" conductor pipe, which will be set at 120' prior to spud.

GREATEST PROJECTED TD 5300' MD / 5300' TVD

OBJECTIVE: Yeso

14. CASING PROGRAM

Surface Casing: 9.625" casing set at ± 450' MD/ 450' TVD in a 12.25" hole filled with 8.4 ppg mud

Interval	Length	Wt	Gr	Condition	Cplg	Coll Rating (psi)	Burst Rating (psi)	Jt Str (M-lbs)	ID (in)	Drift (in)	SF Coll	SF Burst	SF Ten
0' - 450'	450'	36	J-55	New	ST&C	2020	3520	394	8.921	8.765	13.33	1.97	27.91

Production Casing: 5.5" casing set at ± 5300' MD / 5300' TVD in a 7.875" hole filled with 9.2 ppg mud

Interval	Length	Wt	Gr	Condition	Cplg	Coll Rating (psi)	Burst Rating (psi)	Jt Str (M-lbs)	ID (in)	Drift (in)	SF Coll	SF Burst	SF Ten
0' - 5300'	5300'	17	L-80	New	LT&C	6290	7740	338	4.892	4.767	2.48	3.86	4.37

Collapse and burst loads calculated using Stress Check with actual anticipated loads.

15. CEMENT PROGRAM:

Surface Interval

Interval	Amount sx	Ft of Fill	Type	Gal/Sk	PPG	Ft ³ /sk	24 Hr Comp
Surface (TOC: 0' – 450')							
Lead: 0' – 450' (150% Excess)	150	0'	Premium Plus Cement: 94 lbm/sk Premium Plus Cement, 10 lbm/sk Cal-Seal 60, 0.125 lbm/sk Poly-E- Flake, 10 lbm/sk Kol-Seal, 1 % Calcium Chloride - Flake	7.46	14.2	1.67	1290 psi
Tail: 0' – 450' (150% Excess)	250	450'	Premium Plus Cement: 94 lbm/sk Premium Plus Cement, 2 % Calcium Chloride - Flake	6.39	14.8	1.35	2500 psi

Production Interval

Interval	Amount sx	Ft of Fill	Type	Gal/Sk	PPG	Ft ³ /sk	24 Hr Comp
Production (TOC: 0' - 5300')							
Lead: 0' – 3000' (125 % Excess)	600	3000'	Halliburton Light Premium Plus: 5% Salt, 3 lbm/sk Kol-Seal, 0.125 lb/sx Poly_E_Flake	9.95	12.9	1.89	530 psi
Tail: 3000' – 5300' (125 % Excess)	735	2300'	50/50 Poz Premium Plus: 3% Salt, 0.4% Halad ®-322, 0.125 lb/sx Poly E_Flake	5.64	14.5	1.24	980 psi

16. PRESSURE CONTROL EQUIPMENT

Surface: 0 – 450' None.

Production: 0 - 5300' the minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required to drill below the surface casing shoe shall be 3000 (3M) psi (including annular).

- The 11" 3000 psi blowout prevention equipment will be installed and operational after setting the 9 5/8" surface casing and the 9 5/8" SOW x 11" 3K conventional wellhead;
- The BOP and ancillary BOPE will be tested by a third party upon installation to the 9 5/8" 36# J-55 surface casing. All equipment will be tested to 250/3000 psi for 10 minutes except the annular, which will be tested to 70% of working pressure (2100 psi).
- The pipe rams will be functionally tested during each 24 hour period; the blind rams will be functionally tested on each trip out of the hole. These functional tests will be documented on the Daily Driller's Log. Other accessory equipment (BOPE) will include a safety valve and subs as needed to fit all drill strings, and a 2" kill line and 3 " choke line having a 3000 psi WP rating.
- See attached BOP & Choke manifold diagrams.
- Oxy requests a variance if Savanna 415 is used to drill this well to use a co-flex line between the BOP and choke manifold. See attached schematic.

Manufacturer: Hebei Ouya Ltd.

Serial Number: 1642343-04

Length: 39" Size: 3" Ends: flanges

WP rating: 3000 psi Anchors required by manufacturer: No

17. MUD PROGRAM:

Depth	Mud Wt ppg	Vis Sec	Fluid Loss	Type System
0 – 450'	9.6 – 10.0	27 – 30	NC	Fresh Water
450' – TD	9.2 – 9.4	27 – 40	10 -20	Brine Water / Salt Gel

Remarks: Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times.

18. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT

- a. A Kelly cock will be in the drill string at all times.
- b. A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor unobstructed and readily accessible at all times.

19. LOGGING / CORING AND TESTING PROGRAM:

- A. Mud Logger: None.
- B. DST's: None.
- C. Open Hole Logs as follows: Triple combo for production section.

20. POTENTIAL HAZARDS:

- D. H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
- E. The bottomhole pressure is anticipated to be 2536 psi.
- F. No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

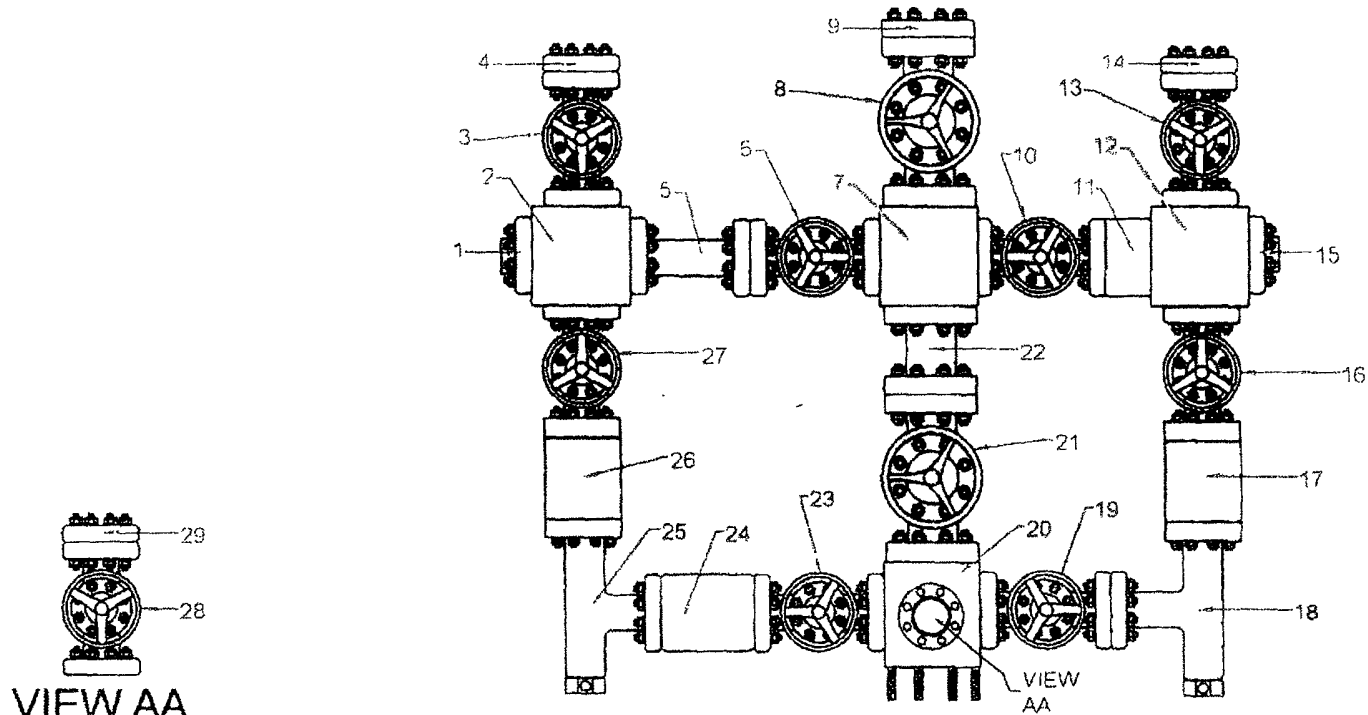
21. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS

Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon as possible after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 15 days. If production casing is run, then an additional 30 days will be needed to complete the well and construct surface facilities and/or lay flow lines in order to place well on production.


22. COMPANY PERSONNEL:

Name	Title	Office Phone
Carlos Mercado	Drilling Engineer	713-366-5418
Luis Tarazona	Drilling Engineer Supervisor	713-366-5771
Roger Allen	Drilling Superintendent	713- 215-7617
Douglas Chester	Drilling Manager	713-366-5194

RIG #



VIEW AA

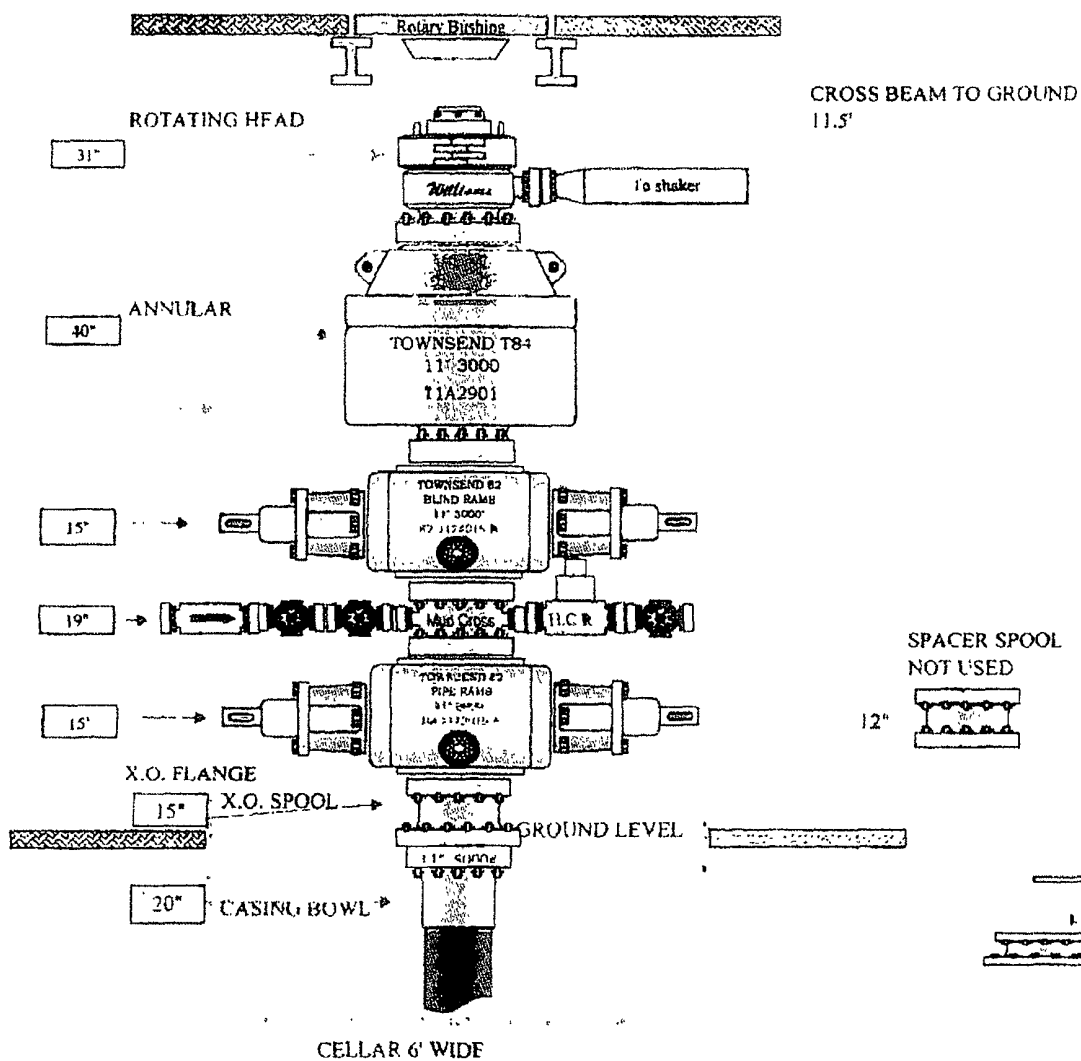
Scale:	N.T.S	Date:		Description:	 PACIFIC VALVE SERVICES INC
Drawn by:	RAVI MANI	DWG#		3-1/8" x 2-1/16" 3000#	
Checked by:		REV	00	NACE TRIM SINGLE GUT CHOKE & KILL MANIFOLD SYSTEM	

3-1/8" x 2-1/16" 3000# NACE TRIM SINGLE GUT CHOKE & KILL MANIFOLD SYSTEM

August-06

ITEM	I.D. NO.	DESCRIPTION
1	9053	2-1/16" 5000# BLIND FLANGE
2	AR0605004	2-1/16" 5000# STUDDED CROSS
3	AS0606009	2-1/16" 5000# CNV NACE TRIM GATE VALVE
4	9053	2-1/16" 5000# x 2" L.P. COMPANION FLANGE
5	Q7082	2-1/16" 3000# x 8.562" O.A.L. FLANGED SPACER SPOOL
6	AS0606003	2-1/16" 5000# CNV NACE TRIM GATE VALVE
7	A0445	3-1/8" x 3-1/8" x 2-1/16" x 2-1/16" 3000# STUDDED CROSS
8	AS0606119	3-1/8" 3000# CNV NACE TRIM GATE VALVE
9	F3323	3-1/8" 3000# x 3" L.P. COMPANION FLANGE
10	AS0606004	2-1/16" 5000# CNV NACE TRIM GATE VALVE
11	Q7082	2-1/16" 3000# x 3.312" O.A.L. SOLID SPACER SPOOL
12	AR0605007	2-1/16" 5000# STUDDED CROSS
13	AS0606005	2-1/16" 5000# CNV NACE TRIM GATE VALVE
14	9053	2-1/16" 5000# x 2" L.P. COMPANION FLANGE
15	9053	2-1/16" 5000# BLIND FLANGE
16	AS0606007	2-1/16" 5000# CNV NACE TRIM GATE VALVE
17	Q7082	2-1/16" 3000# x 7" O.A.L. DOUBLE STUDDED SPACER SPOOL
18	1091200-1-1130	2-1/16" 5000# CORTEC "CM-2" ADJUSTABLE CHOKE c/w 2 x 0.75" CERAMIC DISCS
19	AS0606006	2-1/16" 5000# CNV NACE TRIM GATE VALVE
20	A0441	3-1/8" x 3-1/8" x 2-1/16" x 2-1/16" x 2-1/16" 3000# 5- WAY STUDDED BLOCK
21	AS0606118	3-1/8" 3000# CNV NACE TRIM GATE VALVE
22	51209	3-1/8" 3000# x 10.5" O.A.L. FLANGED SPACER SPOOL
23	AS0606001	2-1/16" 5000# CNV NACE TRIM GATE VALVE
24	Q7082	2-1/16" 3000# x 4.733" O.A.L. SOLID SPACER SPOOL
25	1091200-1-1137	2-1/16" 5000# CORTEC "CM-2" ADJUSTABLE CHOKE c/w 2 x 0.75" CERAMIC DISCS
26	Q7082	2-1/16" 3000# x 7" O.A.L. DOUBLE STUDDED SPACER SPOOL
27	AS0606008	2-1/16" 5000# CNV NACE TRIM GATE VALVE
28	AS0606002	2-1/16" 5000# CNV NACE TRIM GATE VALVE
29	9053	2-1/16" 5000# x 2" L.P. COMPANION FLANGE

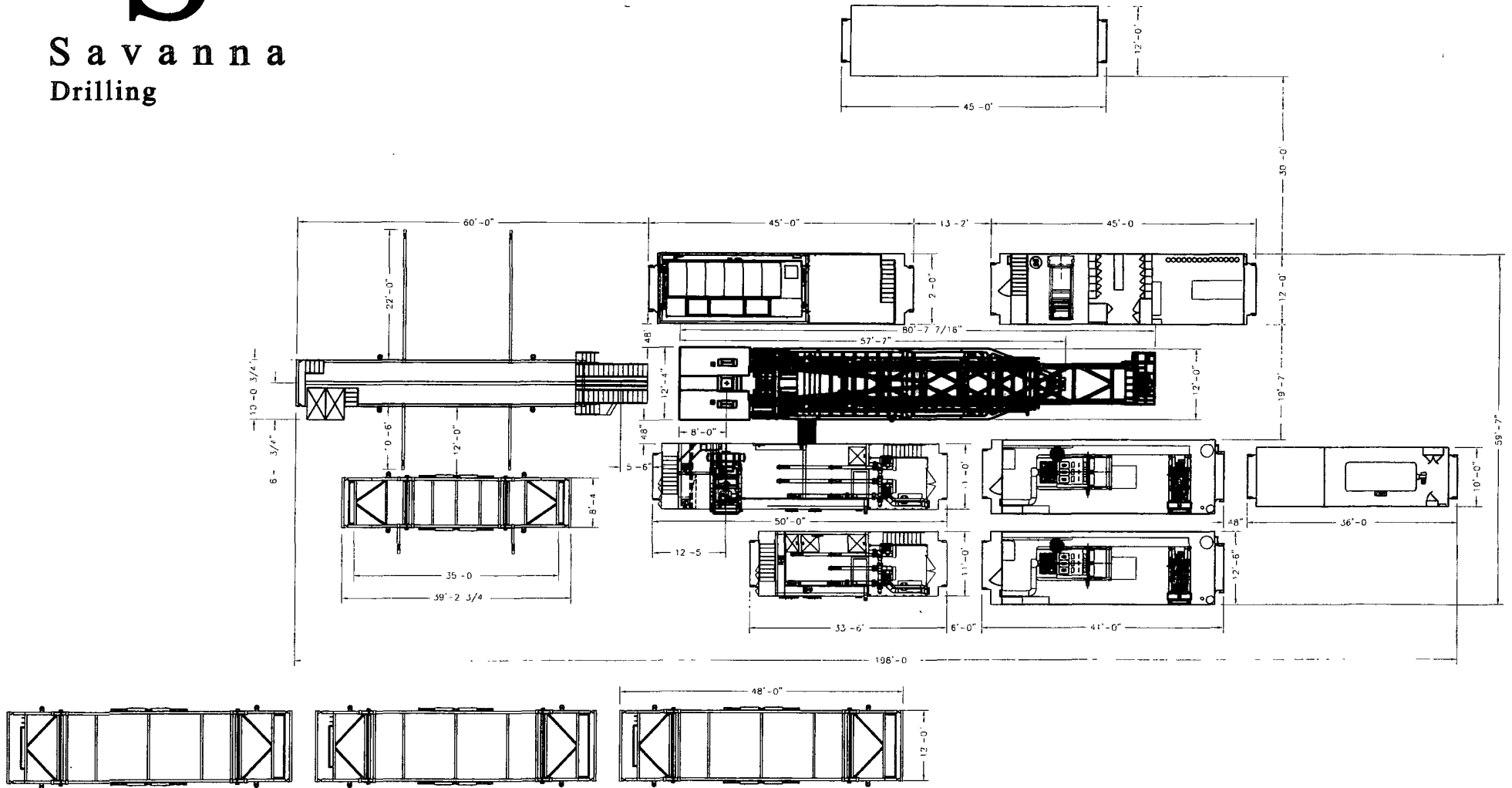
AVE



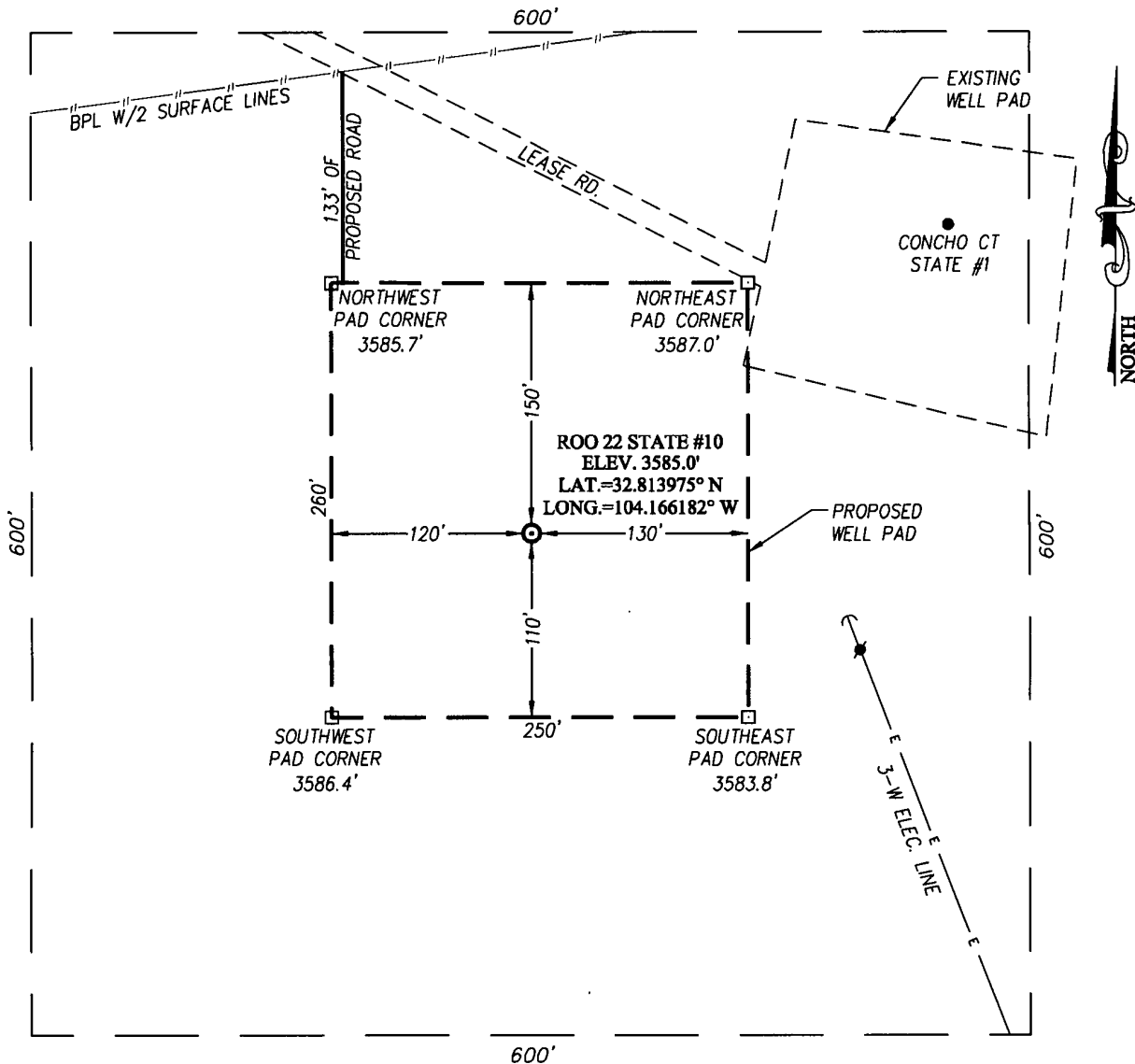
Savanna

Drilling

TDS3000

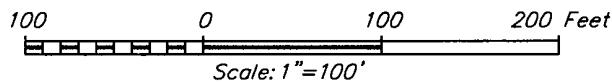


SECTION 22, TOWNSHIP 17 SOUTH, RANGE 28 EAST, N.M.P.M.
EDDY COUNTY **NEW MEXICO**



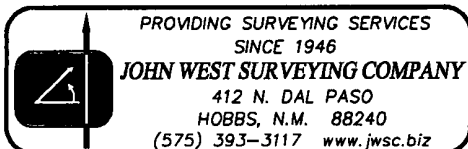
DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF HWY. #83 AND CO. RD. #208 GO NORTH ON CO. RD. #208 APPROX. 1.5 MILES. TURN RIGHT AND GO EAST APPROX. 0.2 MILES. VEER RIGHT AND GO SOUTHEAST APPROX. 0.3 MILES. TURN RIGHT AND FOLLOW ROAD SURVEY SOUTH 133 FEET TO THE LOCATION.



OXY U.S.A. INC.

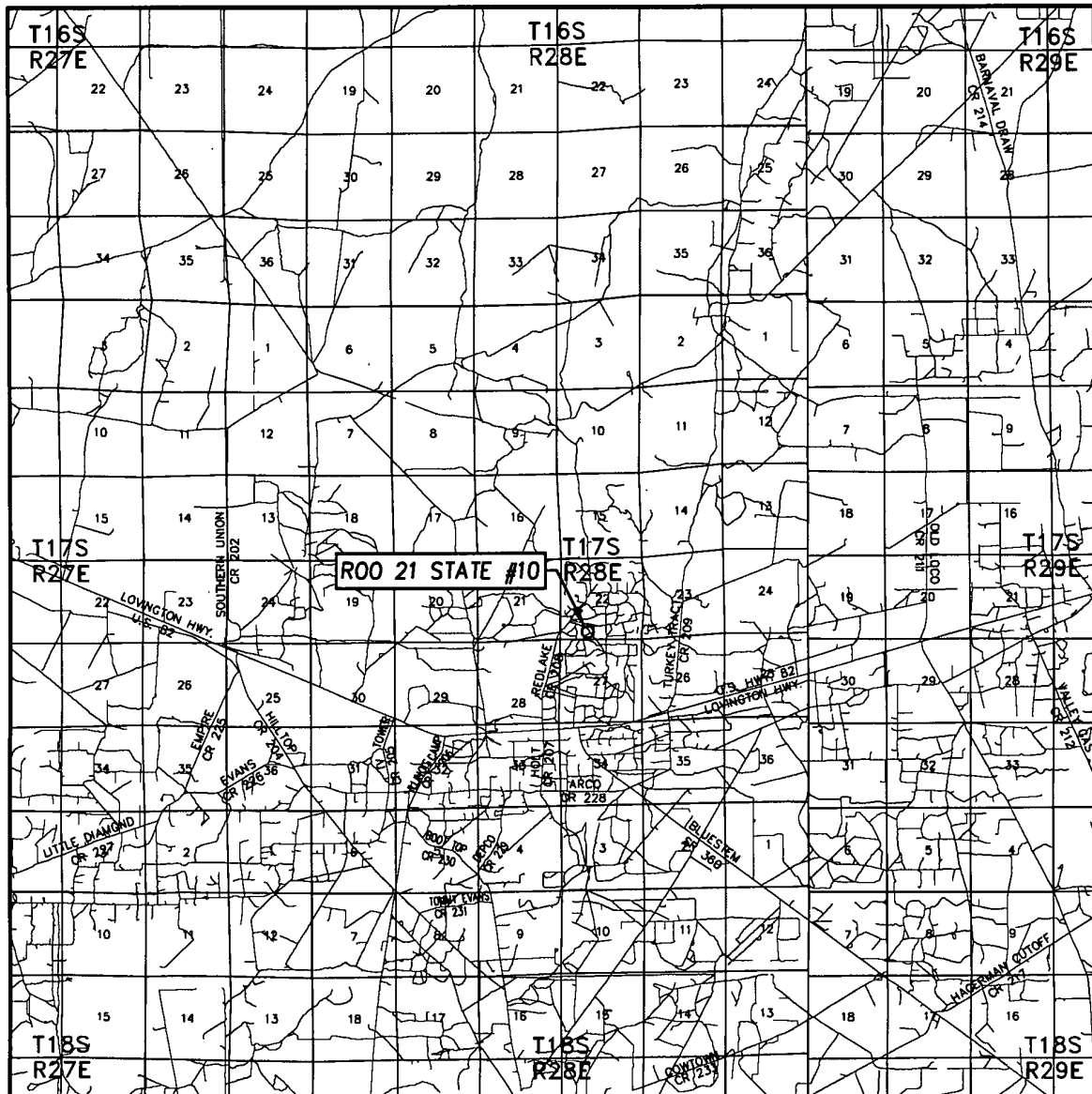
ROO 22 STATE #10 WELL
LOCATED 475 FEET FROM THE SOUTH LINE
AND 1732 FEET FROM THE WEST LINE OF SECTION 22,
TOWNSHIP 17 SOUTH, RANGE 28 EAST, N.M.P.M.,
EDDY COUNTY, NEW MEXICO



Survey Date: 6/5/12	CAD Date: 6/15/12	Drawn By: AF
W.O. No.: 12110735	Rev. .	Rel. W.O.:

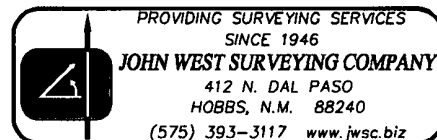
Sheet 1 of 1

VICINITY MAP

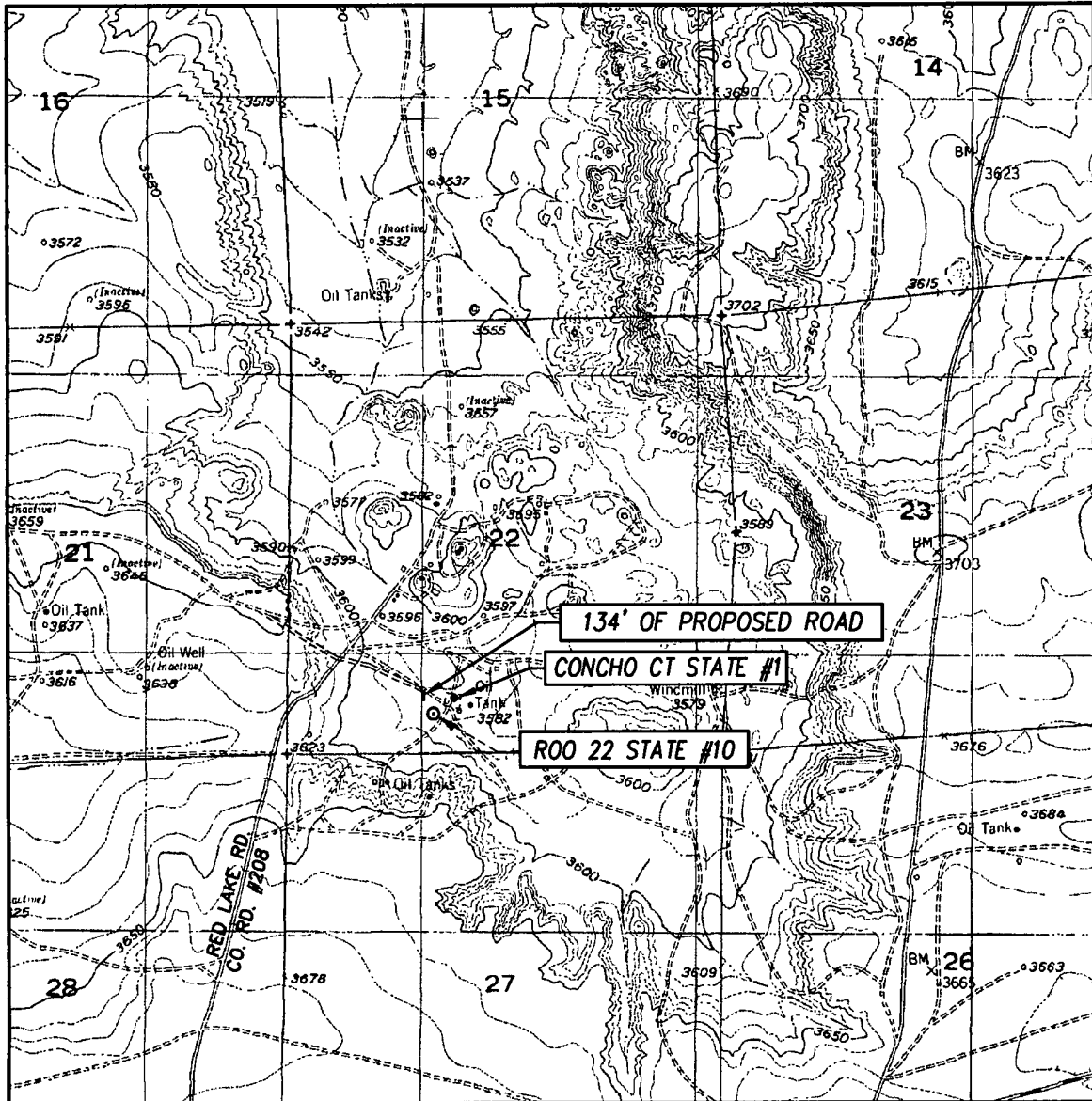


SCALE: 1" = 2 MILES

SEC. 22 TWP. 17-S RGE. 28-E
 SURVEY N.M.P.M.
 COUNTY EDDY STATE NEW MEXICO
 DESCRIPTION 475' FSL & 1732' FWL
 ELEVATION 3585'
 OPERATOR OXY U.S.A. INC.
 LEASE ROO 22 STATE



LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
RED LAKE, N.M. - 10'

SEC. 22 TWP. 17-S RGE. 28-E

SURVEY _____ N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 475' FSL & 1732' FWL

ELEVATION 3585'

OPERATOR OXY U.S.A. INC.

LEASE ROO 22 STATE

U.S.G.S. TOPOGRAPHIC MAP
RED LAKE, N.M.

