

Office

Revised July 18, 2013

District I - (575) 393-6161

1625 N. French Dr., Hobbs, NM 88240

District II - (575) 748-1283

811 S. First St., Artesia, NM 88210

District III - (505) 334-6178

1000 Rio Brazos Rd., Aztec, NM 87410

District IV - (505) 476-3460

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

Energy, Minerals and Natural Resources

NMOIL CONSERVATION

ARTESIA DISTRICT

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

NOV 26 2014 RECEIVED

WELL API NO.

30-015-23469

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

STATE CZ COM

8. Well Number 1

9. OGRID Number

192463

10. Pool name or Wildcat

PALMILLO; BONE SPRING, EAST (49553)

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 WTP LP

3. Address of Operator

PO BOX 4294; HOUSTON, TX 77210

4. Well Location

Unit Letter H: 2180' feet from the NORTH line and 960' feet from the EAST lineSection 4 Township 19S Range 29E NMPM EDDY County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3421'

12. 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 ☐ MULTIPLE COMPL ☐DOWNHOLE COMMINGLE ☐CLOSED-LOOP SYSTEM ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: Plugback in Bone Spring ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

08/19/2014 - RU wireline. Tag CIBP at 11042'. Dumped bailed 36 ft of cement above. Top of cement plug at 11006'. Set CIBP at 8900'. Dumped bailed 36 ft of cement above. Top of cement plug at 8864'.08/20/2014 - RIH Casing Inspection Log from 8864' to surface. Rig down wireline unit.09/04/2014 - Tested casing to 4,800 psi for 10 minutes.10/25/2014 - RU frac equipment. Performed Bone Spring 3 stages Plug & Perf frac with: **FLUID** - 6,000 glns 15% HCL; 797,355 glns Slick Water. **SAND** - 301,680 lbs 30/50 WHITE7703', 7726', 7754', 7765', 7815', 7825', 7912' and 7919'. TOTAL 32 holes; 7481', 7482', 7501', 7502', 7522', 7523', 7556' and 7557'. TOTAL 32 holes; 6828', 6834', 6845', 6856', 6868', 6884', 6894' and 6904'. TOTAL 32 holes; **Perforating:** 3-1/8" gun, 0.42" EH, 44.19" Pen, 4 SPF and 60 degrees phasing. Frac job completed on 10/26/201410/30/2014 - RU Well Service Rig. RIH bit and milled two plugs at 7350' and 7640'. Cleaned to 8550' (PBTD). POH.11/01/2014 - RU wire line unit. Ran Tracer log. RD wireline unit. RIH 2-7/8" production tubing with production beam pump assembly. Set tubing anchor at 7858'.10/03/2014 - RIH 2-1/2" x 1-3/4" x 24' insert pump with grooved plunger on rod string. Set pump at 7953'. Long stroke pump, good pump action. RD Well Service Rig. Released Rig on 11/03/2014.

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

SIGNATURE Jennifer Duarte TITLE REGULATORY SPECIALIST DATE 11/25/2014Type or print name JENNIFER DUARTE E-mail address: jennifer_duarte@oxy.com PHONE: 713-513-6640

For State Use Only

APPROVED BY: RD Dade TITLE Dist H Supervisor DATE 12/19/14

Conditions of Approval (if any):