Form 3160-5 (August 2007)		UNITED STATE PARTMENT OF THE I JREAU OF LAND MANA	S NTERIOR	D Artesia A		2015	FORM OMB N	APPROVED O. 1004-0135 July 31, 2010
		NOTICES AND REPO			RECEI	VED	NMNM94651	
Do aba	o not use thi andoned we	s form for proposals to II.  Use form 3160-3 (AP	drill or to re D) for such p	-enter an proposals.			6. If Indian, Allottee of	or Tribe Name
SU	BMIT IN TRI	PLICATE - Other instru	ctions on rev	verse side.			7. If Unit or CA/Agrc	ement, Name and/or No.
1. Type of Well  X Oil Well	as Weil 🗖 Oth	er					8. Well Name and No. CEDAR CANYON	1 28 FEDERAL 6H
<ol> <li>Name of Operator OXY USA INCOF</li> </ol>	RPORATED	Contact:	DAVID STE	WART			9. API Well No. 30 - 0/5 -	43234
3a. Address 5 GREENWAY P HOUSTON, TX	77046-0521		Ph: 432.68	o. (include area 35.5717	code)		10. Field and Pool, or PIERCE CROS	SING
4. Location of Well (A	Footage, Sec., T	, R., M., or Survey Description	1)				11. County or Parish,	and State
Sec 28 T24S R29	9E NESE 187	OFSL 200FEL					EDDY COUNT	Y, NM
	HECK APPI	ROPRIATE BOX(ES) TO	0 INDICATI	ENATURE	OF NOTI	CE, RE	PORT, OR OTHE	R DATA
TYPE OF SUBM	ISSION			ТҮР	E OF ACT	ION		·····=································
Notice of Intent		🗖 Acidize	🗖 Dee	pen		Producti	on (Start/Resume)	• 🗖 Water Shut-Off
		Alter Casing	🗖 Fra	cture Treat		Reclama	ition	🗖 Well Integrity
Subsequent Rep	ort	🗖 Casing Repair	🗖 Nev	v Construction	n 🗖 I	Recomp	lete	🛛 Other
🗖 Final Abandonm	nent Notice	Change Plans	🗖 Plu	g and Abando	n 🗖 🤇	Fempora	rily Abandon	Change to Original A PD
		Convert to Injection	🗖 Plug	g Back	ים	Water D	isposal	
If the proposal is to d Attach the Bond unde following completion	leepen direction er which the wor of the involved pleted. Final At	eration (clearly state all pertine illy or recomplete horizontally, 'k will be performed or provide operations. If the operation re andonment Notices shall be fil inal inspection.)	, give subsurface e the Bond No. o esults in a multin	locations and r n file with BLM le completion o	neasured and A/BIA. Require recompletion	d true ve uired sub on in a n lamation	rtical depths of all pertir sequent reports shall be ew interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
OXY USA Inc. re	spectfully rec	uests approval for the fo	llowing chang	jes to the dri	lling plan:	ν	se exist	is COA
Proposed TD - 13	3533'M 8625'	V	125	8/12/1.	5.	•	1	and the second second
1. Move Surface New - 1820 FSL	Location 50'		ACCONT	ection fact IMOCD	ord		Ipen 13	Mar and a start of the start of
Old - 1870 FSL 2 See attached for	00 FEL	ts		N	SEI	τ A Ξ	TACHED F	OR
2. Request casing 14-3/4" surface h hole w/ 5-1/2 & 4	g design moc ole w/ 10-3/4 -1/2" csg. De	lification, to drill the well v "csg, 9-7/8" intermediate tails are below.	with smaller b e hole w/ 7-5/	it sizes: 8" csg and 6	-3/4 <b>G</b> rod	NDI	TIONS OF A	APPROVAL
·						:	Accepted for I	scord
14. I hereby certify that	the foregoing is	Electronic Submission #	309876 verifie	d by the BLM	1 Well Info	mation	System	
	Comm	For OXY USA hitted to AFMSS for proces	A INCORPORA	IFED, sent to	o the Carls IEZ on 07/2	bad 23/2015	(15JAS0436SE)	
Name(Printed/Typed	) DAVID ST	EWART		Title RE	GULATO	RY AD	/ISOR	,
Signature	(Electronic S	ubmission)		Date 07/	22/2015		DOULT	
		THIS SPACE FO	OR FEDER	L				
Approved By	Astanta.	, y Call	<u> </u>	Title				Date
Conditions of approval, if certify that the applicant h	any, are attached olds legal or equ	d. Approval of this notice does hitable title to those rights in the	s not warrant or e subject lease			1.000	IN KO	MM >
which would entitle the ap Title 18 U.S.C. Section 10 States any false, fictition	01 and Title 43	U.S.C. Section 1212, make it a statements or representations as	crime for any poster w	Office erson knowingly	v and willfu	FAILURE NY BLINE		agence of the United
						/	/	/
**	* BLM REV	ISED ** BLM REVISE	D ** BLM RI	EVISED **	BÍ⁄M RE'	VISED	** BLM REVISE	D **

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#### Additional data for EC transaction #309876 that would not fit on the form

32. Additional remarks, continued

a.Surface Casing 10-3/4" 45.5# J-55 BT&C new csg @ 0-400', 14-3/4" hole w/ 8.4# mud

Coll Rating (psi)-2090 Burst Rating (psi)-3580 SF Coll-12.00 SF Burst-1.42 SF Ten-5.91

\*The surface casing will be set a minimum of 25' into the Rustler Anhydrite. If salt is encountered it will be set at least 25' above the salt.

b.Intermediate Casing 7-5/8" 26.4# L-80 BT&C new csg @ 0-2900', 9-7/8" hole w/ 10.0# mud

Coll Rating (psi)-3400 Burst Rating (psi)-6020 SF Coll-5.44 SF Burst-1.37 SF Ten-3.62

c.Production Casing 5-1/2" 20# P-110 USF new csg @ 0-8900'M, 6-3/4" hole w/ 9.2# mud Coll Rating (psi)-11100 Burst Rating (psi)-12600 SF Coll-2.67 SF Burst-1.26 SF Ten-2.30

4-1/2" 13.5# P-110 BT&C new csg @ 8900-13533'M, 6-3/4" hole w/ 9.2# mud Coll Rating (psi)-10670 Burst Rating (psi)-12410 SF Coll-2.57 SF Burst-1.25 SF Ten-2.70

Collapse and burst loads calculated using Stress Check with anticipated loads, see attached for design assumptions

3. Cement program adjustment to the new bit/casing sizes. Cement program modifications detailed below.

a. Surface - Circulate cement to surface w/ 430sx PP cmt w/ 2% CaCl2, 14.8ppg 1.35 yield 1415# 24hr CS 150% Excess.

b. Intermediate - Circulate cement to surface w/ 580sx HES light PP cmt w/ 5% Salt + .1% HR-800, 12.9ppg 1.85 yield 824# 24hs CS 125% Excess followed by 200sx PP cmt, 14.8ppg 1.33 yield 1789# 24hr CS 125% Excess.

c. Production - Cement w/ 220sx Tuned Light (TM) system cmt w/ 3#/sx Kol-Seal + .125#/sx Poly-E-Flake + .8% HR-601, 10.2ppg 3.05 yield 555# 24hr CS 25% Excess followed by 530sx Super H cmt w/ 3#/sx salt + .1% HR-800 + .3% CFR-3 + .5% Halad(R)-344 + 2#/sx Kol-Seal, 13.2ppg 1.65 yield 1462# 24hr CS 25% Excess. Estimated TOC @ 1900'.

Description of Cement Additives: Calcium Chloride, Salt (Accelerator); CFR-3 (Dispersant); Kol-Seal, Poly-E-Flake (Lost Circulation Additive); Halad-344 (Low Fluid Loss Control); HR-601, HR-800 (Retarder)

The above cement volumes could be revised pending the caliper measurement.

4. Mud Pro	ogram		•
Depth	Mud WT	Vis Sec	Fluid Loss Type
0-400' /8	3.4-8.8	28-38	NC FW Gel
400-2900'		28-32	NC NaCl Brine
2900-TD	8.8-9.6	38-50	50-75cc/30min EnerSeal (MMH)

## NM OIL CONSERVATION

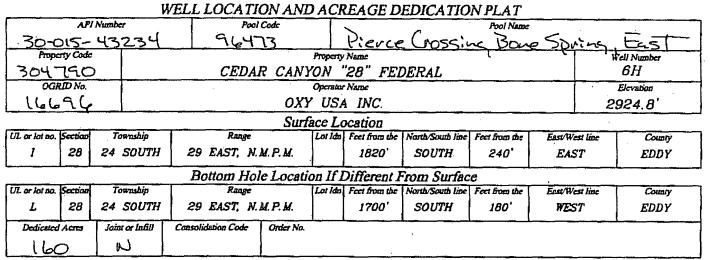
ARTESIA DISTRICT

### AUG **3** 2015

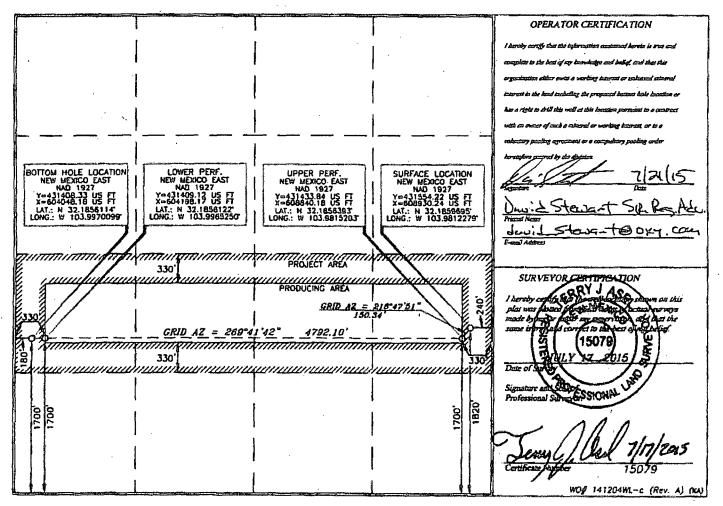
<u>District I.</u> 1625 N. Franch Dr., Hobbs, Not 823-40 Phane: (575) 353-6161 Par: (575) 353-0720 <u>District II.</u> 811 S. First St., Arsonin, Not 82210 Phone: (575) 748-1223 Faz: (575) 748-9720 <u>District II.</u> 1000 Rio Binnard Româ, Antor, Not 87410 Phone: (526) 334-6170 Faz: (526) 334-6170 <u>District IV.</u> 1205 S. S. Francis Dr., Seeta Fe, Not 87505 Phone: (522) 478-3460 Paz: (525) 478-3463

#### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Submit one copy to appropriate District Office

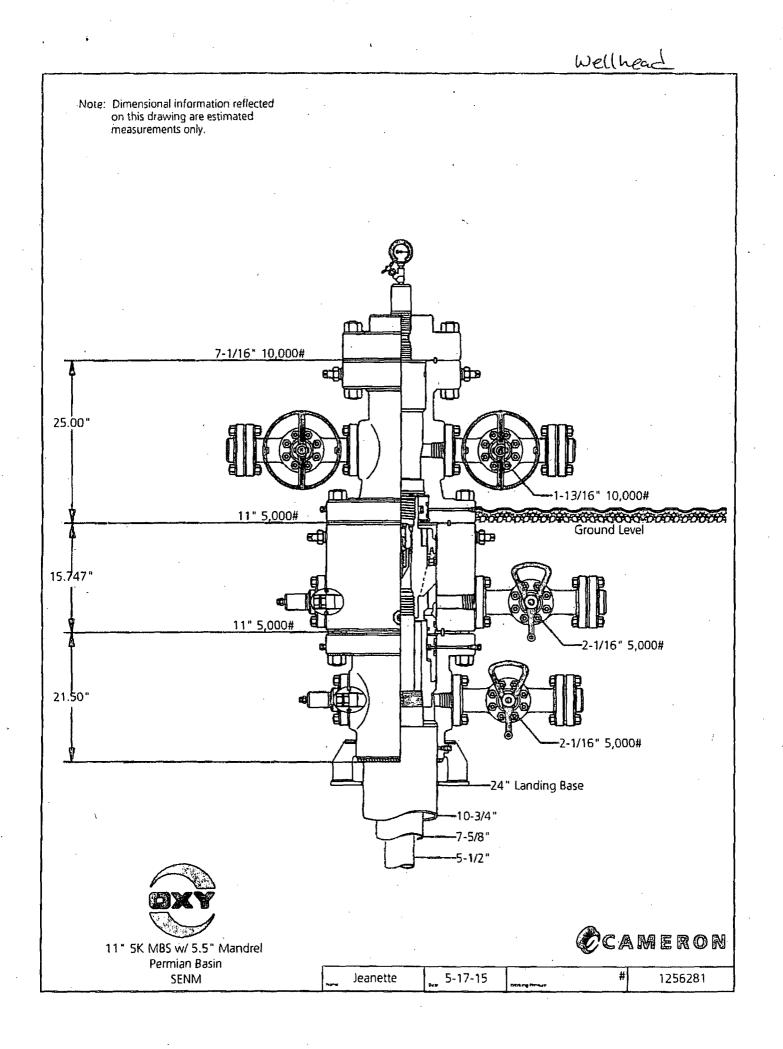
AMENDED REPORT



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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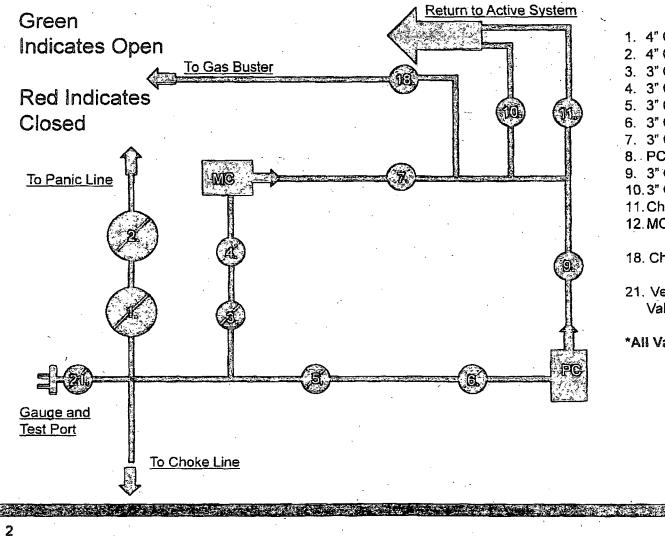


Mud Cross Valves: 5. 5M Check Valve 6. Outside 5M Kill Line Fill Line Valve 7. Inside 5M Kill Line Outside 5M Kill Line 8. 1.5000 psi/Annular (13 Valve 3/8"[D)) 9. 5M HCR Valve 2,5,000 psi Upper Ripe Ram \*Minimum ID = 2-1/16" on Kill ((13=3/8P(D)) Line side and 3" minimum ID on choke line side BLIND 3.5.000 psi Blind Ram ((13=3/8"(D)) 9, To Co-Flex and To Kill< **Choke Manifold** Line 4.5.000 psillower Ripe Ram((13:3/8"ID)) SPOOL Ø 1

Boz

5M BOP Stack

# 5M Choke Panel



4" Choke Manifold Valve
 4" Choke Manifold Valve
 3" Choke Manifold Valve
 9. 3" Choke Manifold Valve
 3" Choke Manifold Valve
 10.3" Choke Manifold Valve
 11. Choke Manifold Valve
 12. MC – Manual Choke

18. Choke Manifold Valve

21. Vertical Choke Manifold Valve

\*All Valves 3" minimum

Choke Monifold-

OXY B

### OXY USA Inc. Cedar Canyon 28 Federal #6H/7H

#### Casing Design Assumptions:

#### **Burst Loads**

CSG Test (Surface)

- Internal: Displacement fluid + 70% CSG Burst rating
- External: Pore Pressure from section TD to surface
- CSG Test (Intermediate)
  - Internal: Displacement fluid + 70% CSG Burst rating
  - External: Pore Pressure from the Intermediate hole TD to Surface CSG shoe and MW of the drilling mud that was in the hole when the CSG was run to surface

#### CSG Test (Production)

- Internal: Fresh water displacement fluid + <u>80%</u> CSG Burst rating
- External: Pore Pressure from the well TD the Intermediate CSG shoe and MW of the drilling mud that was in the hole when the CSG was run to surface

#### Gas Kick (Surface/Intermediate)

- Internal: Gas Kick based on Pore Pressure or Fracture Gradient @ CSG shoe with a gas 0.115psi/ft Gas gradient to surface while drilling the next hole section (e.g. Gas Kick while drilling the production hole section is a burst load used to design the intermediate CSG)
- External: Pore Pressure from section TD to previous CSG shoe and MW of the drilling mud that was in the hole when the CSG was run to surface

#### Stimulation (Production)

- Internal: Displacement fluid + Max Frac treating pressure (not to exceed <u>80%</u> CSG Burst rating)
- External: Pore Pressure from the well TD to the Intermediate CSG shoe and 8.5 ppg MWE to surface

#### Collapse Loads

Lost Circulation (Surface/Intermediate)

- Internal: Losses experienced while drilling the next hole section (e.g. losses while drilling the production hole section are used as a collapse load to design the intermediate CSG). After losses there will be a column of mud inside the CSG with an equivalent weight to the Pore Pressure of the lost circulation zone
- External: MW of the drilling mud that was in the hole when the CSG was run

Cementing (Surface/Intermediate/Production)

- Internal: Displacement Fluid
- External: Cement Slurries to TOC, MW to surface

#### Full Evacuation (Production)

- Internal: Atmospheric Pressure
- External: MW of the drilling mud that was in the hole when the CSG was run

#### **Tension Loads**

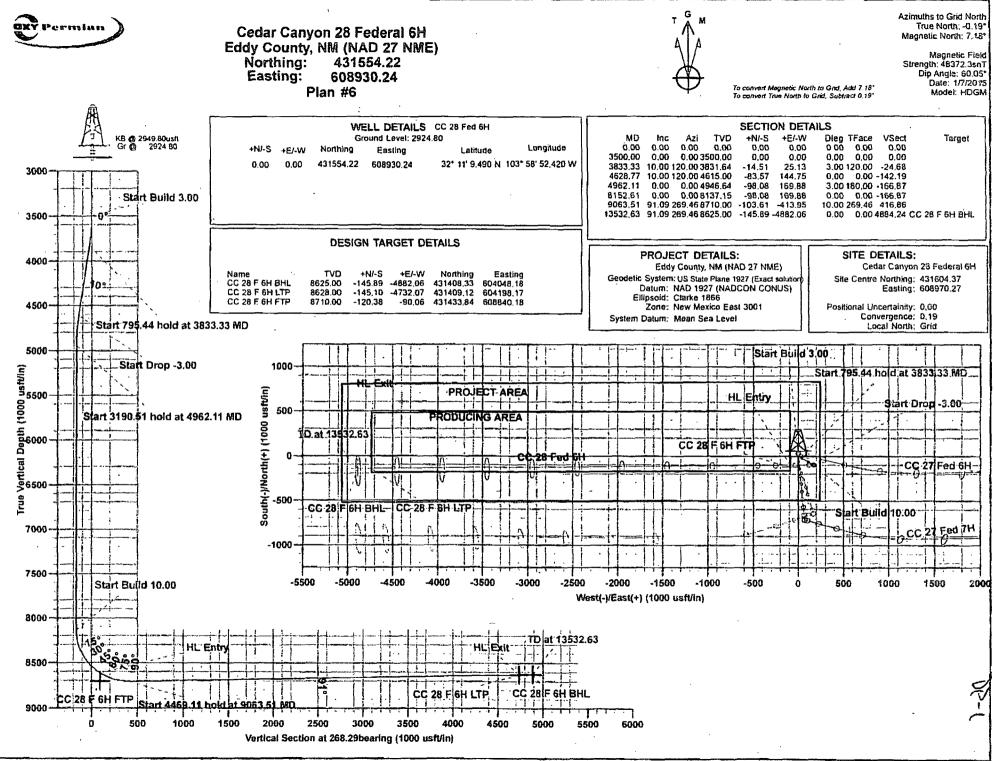
Running CSG (Surface/Intermediate/Production)

• Axial load of the buoyant weight of the string plus either 100 klb over-pull or string weight in air, whichever is less

#### Green Cement (Surface/Intermediate/Production)

• Axial load of the buoyant weight of the string plus the cement plug bump pressure (Final displacement pressure + 500 psi )

Burst, Collapse and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software.



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DXY Perm	ian )		S	cientific Dri Planning Repo	-			DP-2
Database: Company: Project: Site: Well: Wellbore: Design:		nty, NM (NAD : Iyon 28 Federa		TVD Referen MD Referen North Refer	Co:Lasta	KB @ 2949. KB @ 2949. Grid	BQusft BQusft	
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Well	CC 28 Fed 6	5H -						
Well Position	+N/-S	-50,15 usft			1.554.22 usft	Latitude:	an in the second second second second	32° 11' 9.490 N
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Wellbore) Magnetics)	CH	ame) HDGM	Sample Date 1/7/2015	(Declination	ロイム いがふ オンドウ いいか ちがかいみいと	( <b>Dip'Angle</b> (;;)	Field S	trength) (1) 48,372
Design	Plan #6	Manufacture and the super-					Colorador Children	
Audit Notes:	Story - management and an internet		an ka mali Shibin dan Silan ngari Sangkana.					
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Perminn

# Scientific Drilling Planning Report

Database: Company: Project: Site: Well: Well: Wellbore: Design:	Midland Distri OXY Eddy County, Cedar Canyor CC 28 Fed 6H OH Plan #6	nt NM (NAD 27 n 28 Federal (	•	TVD'R MDIR North 1	Co-ordinato   Terence: ; (orence: ; Reference: ; (Calculation		Well CC 28 F KB @ 2949.8 KB @ 2949.8 Grid Minimum Cur	ed 6H Dusit Dusit	
Planned Survey Measured Dapth (ust)	A STATE OF STATE OF STATE	Azimuth (bearing))	Vertical Depth (ustt)	- <u>+N/-S)</u> -((usit))	+ <u>E/-W/</u> (usft)	Vertical Section (usft)	(Dogleg) (Rate) (?/100usft) / (?	Build), Rate (100usft))	Turn Rate ((/100usfi))
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3,900.00 4,000.00 4,100.00 4,200.00 4,200.00 4,300.00	10.00 10.00 10.00 10.00 10.00 10.00	120.00 120.00 120.00 120.00 120.00	3,897.30 3,995.78 4,094.26 4,192.74 4,291.22	-20.30 -28.98 -37.66 -46.34 -55.03	35.15 50.19 65.23 80.27 95.31	-34,53 -49,30 -64,08 -78,85 -93,62	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00
4,400.00 4,500.00 4,600.00 4,628.77 4,700.00	10.00 10.00 10.00 10.00 7.86	120.00 120.00 120.00 120.00 120.00	4,389.70 4,488.18 4,586.66 4,615.00 4,685.36	-63.71 -72.39 -81.07 -83.57 -89.10	110.35 125.38 140.42 144.75 154.33	-108.39 -123.17 -137,94 -142.19 -151.60	0.00 0.00 0.00 0.00 3.00	0.00 0.00 0.00 -3.00	0.00 0.00 0.00 0.00 0.00 0.00
4,800.00 4,900.00 4,962.11 5,000.00	4.86 1.85 0.00 0.00	120.00 120.00 0.00 0.00	4,784.73 4,884.55 4,946.64 4,984.54	-94.64 -97.57 -98.08 -98.08	163.92 169.00 169.88 169.88	-161.02 -166.01 -166.87 -166.87	3.00 3.00 3.00 0.00	-3.00 -3.00 -3.00 0.00	0.00 0.00 0.00 0.00

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COMPASS 5000.1 Build 74

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# Scientific Drilling

Planning Report

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and the second s					Roference:		KB @ 2949.8		
ALL	Eddy County, I				eference: A. S.		KB @ 2949.8	Dusit	
Site: Treastand	Cedar Canyon	28 Federal (	5H	North	Reference:	69 334	Grid		
Noll:	CC 28 Fed 6H				y Calculation	Method	Minimum Cun	vature	
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		Bran T. Marine A	To School & Street to	the but the		S. Hitling and	the state of the set		A CALLER AND POLSE
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and the second sec	clination	Azimuth	Depth	+N/-SI	The Party and the second Land	Section	Rato	Rate	Rate
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J. J. Marine	₽ <b>}(())</b> }	bearing)	(usft)	(usft)	(usft)	Trank and	TUUUSII)ISI	Set Transition of the	/ IUUUSILI)
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5,200.00	0.00	0.00	5,184,54	-98.08	169.88	-165,87	0.00	0.00	0.00
5,300.00	0.00	0.00	5,284.54	-98.08	169.88	-166.87	0.00	0.00	0.00
5,400.00	0.00	0.00	5,384.54	-98.08	169.88	-166.87	0.00	0.00	0.00
5,500.00	0.00	0.00	5,484.54	-98.08	169.88	-166.87	0.00	0.00	0.00
5,600.00	0.00	0.00	5,584,54	-98.08	169.88	-166.87	0.00	0.00	0.00
5,700.00	0.00	0.00	5,684.54	-98.08	169.88	-166.87	0.00	0.00	0.00
5,800.00	0.00	0.00	5,784.54	-98.08	169.88	-166.87	0.00	0.00	0.00
5,900.00	0.00	0.00	5,884.54	-98.08	169.88	-166.87	0.00	0.00	0.00
6,000.00	0.00	0.00	5,984.54	-98.08	169,88	-166.87	0.00	0.00	0.00
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6,400.00	0.00	0.00		-98.08	169.88	-166.87	0.00	0.00	0.00
6,500.00	0.00	0.00	6.484.54	-98.08	169.88	-166.87	0.00	0.00	.0.00
6,600.00	0.00	0.00	6,584.54	-98.08	169.88	-166.87	0.00	0.00	0.00
6,700.00	0.00	0.00	6,684,54	-98.08	169.88	+166.87	0.00 ,	0.00	0.00
6,800.00	0.00	0.00	6,784.54	-98.08	169.88	-166.87	0.00 ,	0.00	0.00
		0.00	6,884.54	-98.08	169.88				
6,900.00	0.00					-166.87	0.00	0.00	0.00
7,000.00	0.00	0.00	6,984.54	-98.08	169.88	-166.87	0.00	0.00	0.00
7,100.00	0.00	0.00	7,084.54	-98.08	169.88	-166.87	0.00	0.00	0.00
7,200:00	0.00	0.00	7,184.54	-98.08	169.88	-166.87	0.00	0.00	0.00
7,300.00	0.00	0.00	7,284.54	-98.08	169.88	-166.87	0,00	0.00	0.00
7,400.00	0.00	0.00	7,384.54	-98.08	169.88	-166.87	0.00	0.00	0.00
7,500.00	0.00	0.00	7,484.54	-98,08	169.88	-166,87	0.00	0.00	0.00
7,600.00	0.00	0.00	7,584.54	-98.08	169.88		0.00	0.00	0.00
7,000.00	0.00	0.00	7,004.04	-90.00	109.00	-166.87	0.00	0.00	0.00
7,700.00	0.00	0.00	7,684.54	-98.08	169.88	-166.87	0.00	0.00	0.00
7,800.00	0.00	0.00	7,784.54	-98.08	169.88	-166,87	0.00	0.00	0.00
7,900.00	0.00	0.00	7,884.54	-98.08	169.88	-166.87	0.00	0.00	0.00
8,000.00	0.00	0.00	7,984.54	-98.08	169.88	-166,87	0.00	0.00	0.00
8,100.00	0.00	0.00	8,084.54	-98.08	169.88	-166,87	0.00	0.00	0.00
8,152.61	0.00	0.00	8,137.15	-98,08	169.88	-166.87	0.00	0.00	0.00
8,200.00	4.74	269.46	8,184.48	-98.10	167.92	-164.91	10.00	10.00	0.00
8,250.00	9.74	269.46	8,234.07	-98.16	161.62	-158.62	10.00	10.00	0.00
8,300.00	14.74	269,46	8,282.92	-98.26	151.03	-148.02	10.00	10.00	0.00
8,350.00	19.74	269.46	8,330.65	-98.40	136,21	-133,21	10.00	10.00	0.00
8,400.00	24.74	269.46	8,376.92	-98.58	117.30	-114.30	10.00	10.00	0.00
8,450.00	29.74	269.46	8,421.36	-98.79	94.42	-91.43	10.00	10.00	0.00
8,500.00	34.74	269.46	8,463.64	-99.05	67.76	-64.77	10.00	10.00	0.00
8,550.00	39.74	269.46	8,503.43	-99.33	37.51	-34,53	10.00	10.00	0.00
8,600.00	44.74	269.46	8,540.44	-99.65	3.91	-0.93	10.00	10.00	0.00
8,650.00	49.74	269.46	8,574.38	-100.00	-32.78	35,76	10.00	10.00	0.00
8,700.00	49.74 54.74	269.46	8,604.99	-100.00					
8,700.00					-72.30	75.26	10.00	10.00	0.00
	59.74	269.46	8,632.03	-100.77	-114.33	117.29	10.00	10.00	0.00
8,800.00	64.74	269.46	8,655.32	-101,19	-158.56	161.51	10.00	10.00	0.00
8,850.00	69.74	269.46	8,674.65	-101,62	-204.65	207.59	10.00	10.00	0.00
8,900.00	74.74	269.46	8,689,90	-102.08	-252.25	255.18	10.00	10.00	0.00
8,950.00	79.74	269.46	8,700.94	-102.08	-300.99	303.92			
							10.00	10.00	0.00
9,000.00	84.74	269.46	8,707.69	-103.01	-350.52	353.44	10.00	10.00	0.00
9,050.00	89.74	269.46	8,710.10	-103.48	-400.44	403.35	10.00	10.00	0.00
9,063.51	91.09	269.46	8,710.00	-103.61	-413.95	416.86	10.00	10.00	0.00
3,000.01		000 40	0 700 34	-103.95	-450,43	453.34	0.00	0.00	0.00
	<u>91.00</u>	269 46	0.709 11						
9,100.00	91.09 91.09	269.46 269.46	8,709.31						0.00
	91.09 91.09 91.09	269.46 269.46 269.46	8,707.41 8,705.51	-103.95 -104.90 -105.85	-550.43 -550.41 -650.39	453,34 553,30 653,26	0.00 0.00 0.00	0.00	0.00 0.00 0.00

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DP-4

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#### Scientific Drilling Planning Report

Local Co-ordinate Reference: Midland District Well CC 28 Fed 6H Database: OXY Company TVD Reference: KB @ 2949.80usft MD Reference: h so North Reference: Project: Eddy County, NM (NAD 27 NME) KB @ 2949.80usfl Sito: Cedar Canyon 28 Federal 6H Grid . Eng Woll: CC 28 Fed 6H Survey, Calculation Method: Minimum Curvature K. T. OH Wellbore: Design: Plan #6 C C Min aller and Planned Survey Vertical) Depthi Vertical (+E/-W) Section (inclination) (Azimuth) Bulld Doglog Tum Measured -180 +NI-SI Depth Rate Rate Rate ((usft)) A((usft)) (('/100usft)) (('/100usft)) ('/100usft)) ((i)) ((bearing)) (Usft)) (ustt)) 9,400.00 91.09 269.46 8,703.60 -106.79 -750.36 753.22 0.00 ▲ 0.00 0.00 0.00 91.09 269.46 8,701.70 -107.74 -850.34 853.18 0.00 0.00 9,500.00 9.600.00 91.09 269.46 8,699.80 -108.69 -950,32 953,14 0.00 0.00 0.00 269.46 8 697 90 -109.63 -1.050.30 1 053 10 0.00 9,700.00 91.09 0.00 0.00 8,695.99 1,153.06 269.46 -110.58 9,800.00 91.09 -1,150.27 0.00 0.00 0.00 9,900.00 91.09 269.46 8,694.09 -111.53 -1,250.25 1,253.02 0.00 0.00 0.00 10,000.00 91.09 269.46 8,692.19 -112.47 -1,350.23 1,352.99 0.00 0.00 0.00 269.46 8,690.29 0.00 0.00 10,100.00 91.09 -113.42-1,450.211,452.95 0.00 10,200.00 91.09 269.46 8,688.39 -114.37 -1,550.18 1,552.91 0.00 0.00 0.00 10,300.00 8,686.48 -115.31 -1,650.16 1,652.87 0.00 91,09 269.46 0.00 0.00 10,400.00 91.09 269.46 8.684.58 -116.26 -1.750.141.752.83 0.00 0.00 0.00 8,682.68 269.46 -117.21 10,500.00 91.09 -1.850.121.852.79 0.00 0.00 0.00 269.46 10.600.00 91.09 8,680.78 -118.15 -1,950.09 1,952.75 0.00 0.00 0.00 91.09 269.46 8.678.87 -119.10-2,050.07 2,052,71 0.00 0.00 0.00 10,700.00 2,152.67 269.46 8.676.97 -120.05-2,150.05 0.00 0.00 10.800.00 91.09 0.00 10,900.00 91.09 269.46 8,675.07 -120.99-2,250.032,252.64 0.00 0.00 0.00 11,000.00 91.09 269.46 8,673,17 -121.94 -2,350.00 2,352.60 0.00 0.00 0.00 269.46 -122,89 0.00 0.00 11,100.00 91.09 8.671.26 -2.449.982,452.56 0.00 11,200.00 91.09 269.46 8,669.36 -123.83-2,549.96 2.552.52 0.00 0.00 0.00 11,300.00 8,667,46 -124.78 91.09 269.46 -2,649.94 2,652.48 0,00 0.00 0.00 11.400.00 91.09 269.46 8.665.56 -125.73 -2.749.912.752.44 0.00 0:00 0.00 269.46 11,500.00 91.09 8.663.66 -126.67 -2.849.892.852.40 0.00 0.00 0.00 269.46 11,600.00 91.09 8.661.75 -127.62 -2,949.87 2,952.36 0.00 0.00 0.00 11,700.00 91.09 269.46 8.659.85 -128.57 -3.049.84 3.052.32 0.00 0.00 0.00 91.09 269 46 8,657.95 -129.51-3,149.82 3,152.29 0.00 11,800.00 0.00 0.00 11,900.00 91.09 269.46 8.656.05 -130,46 -3,249.80 3,252.25 0.00 0.00 0.00 12,000.00 91.09 269.46 8,654.14 -131.41 -3.349.78 3,352.21 0.00 0.00 0.00 12,100.00 91.09 269 46 8.652.24 -132.35 -3.449.753.452.17 0.00 0.00 0.00 12,200.00 91.09 269.46 8,650.34 -133.30 -3,549.733,552.13 0.00 0.00 0.00 12,300.00 91.09 269.46 8,648.44 -134.24 -3,649.71 3,652.09 0.00 0.00 0.00 12,400.00 91.09 269,46 8,646.53 -135.19 -3,749.69 3,752.05 0.00 0.00 0.00 12,500.00 91.09 269 46 8 644 63 -136.14 -3.849 66 3.852.01 0.00 0.00 0.00 269,46 12.600.00 91.09 8,642.73 -137.08 -3,949.64 3,951.97 0.00 0.00 0.00 91.09 269.46 8,640.83 -138.03 -4,049.62 4 051.94 12,700.00 0.00 0.00 0.00 12,800.00 91.09 269 46 8 638 93 -138.98 -4 149 60 4 151.90 0.00 0.00 0.00 269 46 8.637.02 -139.92-4.249.57 12,900.00 91.09 4,251.86 0.00 0.00 0.00 13,000.00 91.09 269.46 8.635.12 -140.87 -4,349.55 4,351.82 0.00 0,00 0.00 13,100.00 91.09 269.46 8.633.22 -141.82 -4 449 53 4.451.78 0.00 0.00 0.00 8.631.32 -142,76 13,200.00 91.09 269 46 -4.549.514,551.74 0.00 0.00 0.00 13,300.00 91.09 269.46 8,629.41 -143.71 -4,649.48 4,651.70 0.00 0.00 0.00 13,400.00 91.09 269.46 8,627.51 -144.66 -4,749.46 4,751.66 0.00 0.00 0.00 91.09 269.46 -145.60 13,500.00 8,625.61 -4,849,44 4,851.62 0.00 0.00 0.00 13,532.63 91.09 269.46 8.625.00 -145.89 -4.882.06 4,884.24 0.00 0.00 0,00

NP-9

DRY Permian	Scientific Drilling Planning Report	DP-4
Databaso:       Midland District         Company:       OXY         Project:       Eddy County, NM (NAD 27 NME)         Sito:       Cedar Canyon 28 Federal 6H         Well:       CC 28 Fed 6H         Wellbore:       OH         Design:       Plan #6	L'ocal Co-ordinato Reference: TVDIRoference: MDIRoference: North Reference: Survey Calculation Method:	Well CC 28 Fed 6H KB @ 2949.80usft KB @ 2949.80usft Grid Minimum Curvature
Design Targets TargetName -hit/miss,target.(Dip Angle: DipIDir., TVD) - Shape (1) (bearing) (usit)	+N/-S' +E/-W/ (Northing) (Eas (usft) (Usft) (Ut	ling) art) (
CC 28 F 6H BHL 0.00 0.00 8,625.00 - plan hits target center - Point	-145.89 -4,882.06 431,408.33 604	4,048.18 32° 11' 8.201 N 103° 59' 49:236 W
CC 28 F 6H LTP 0.00 0.00 8,628.00 - plan misses target center by 0.63usft at 13382.610 - Point		4,198.17 32° 11' 8.204 N 103° 59' 47.490 W
CC 28 F 6H FTP 0.00 0.00 8,710.00 - plan misses target center by 82.18usft at 8765.010 - Point		3,840.18 32" 11' 8.302 N 103° 58' 53.473 W
iPlan Annotations) (Measurod) (Vertical) Loca Depth Depth +N/S) (usft) (Usft) (usft)	al Coordinates +E/:Wi (usft)) Comment	
3,500.00 3,500.00 0 3,833.33 3,831.64 -14	.00 0.00 Start Build 3.00 .51 25.13 Start 795.44 hold at 38	33 33 MD
4,628.77 4,615.00 -83	.57 144.75 Start Drop -3.00	
4,962.11 4,946.64 -98 8,152.61 8,137.15 -98		962.11 MD
8,721.36 8,616.99 -100	.54 -89.96 HL Entry	
9,063.51 8,710.00 -103 13,383.70 9,637.84 144		063.51 MD
13,382.70 8,627.84 -144. 13,532.63 8,625.00 -145.		,

HaS-1



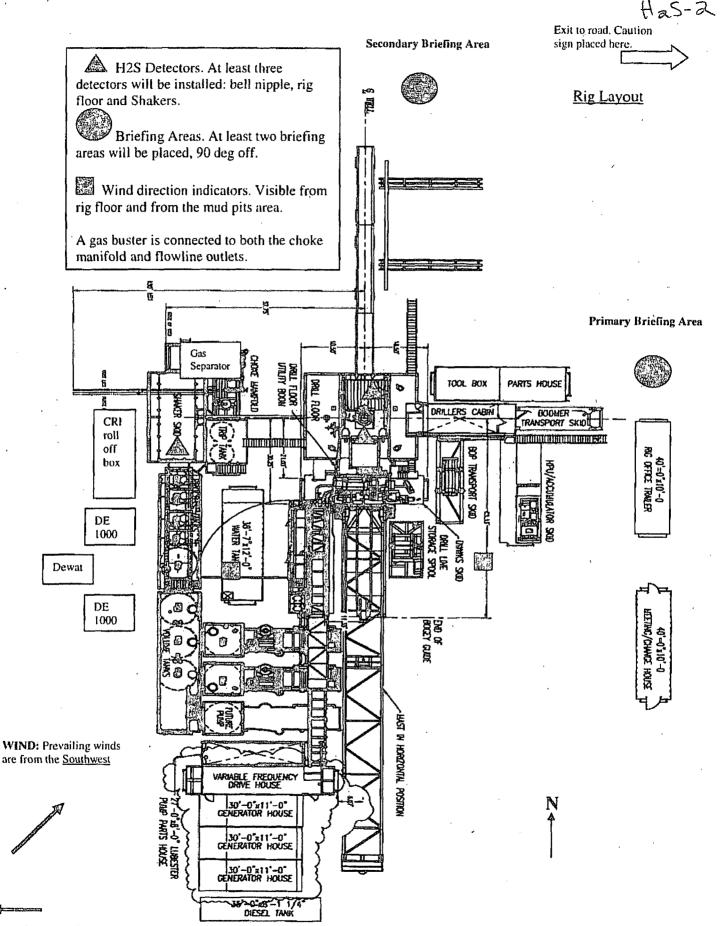
# Permian Drilling Hydrogen Sulfide Drilling Operations Plan Cedar Canyon 28 Federal 6H

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

1. Escape

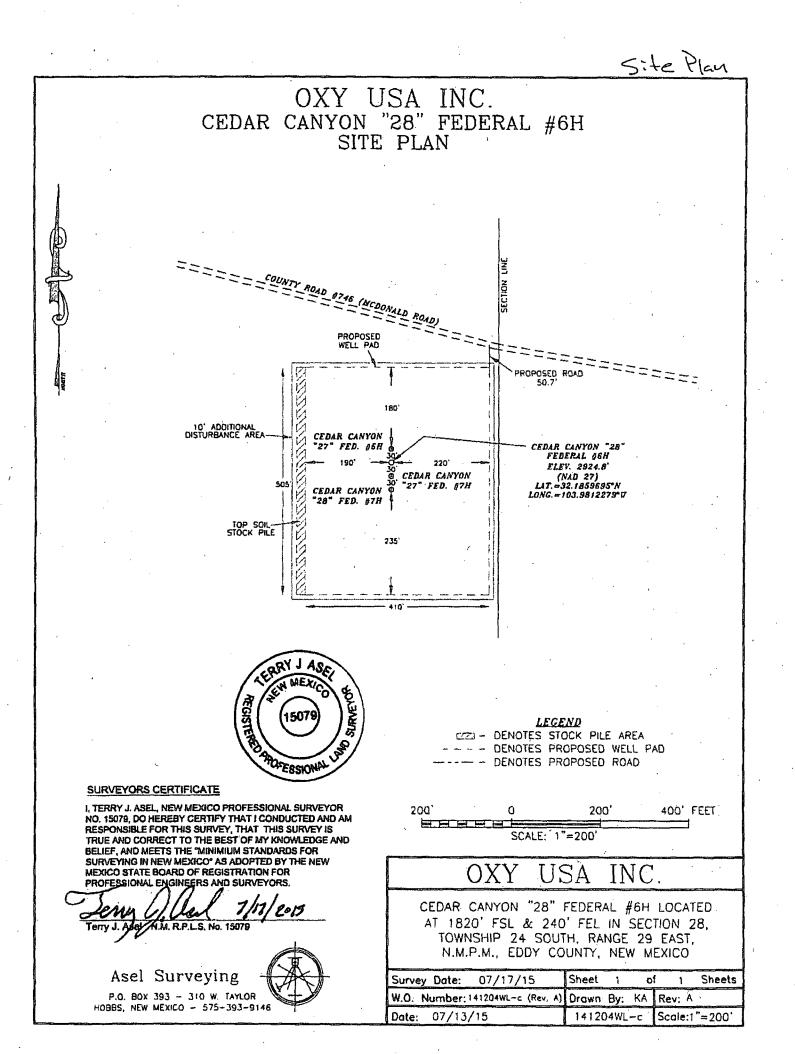
Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Northeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction,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

- 1 -

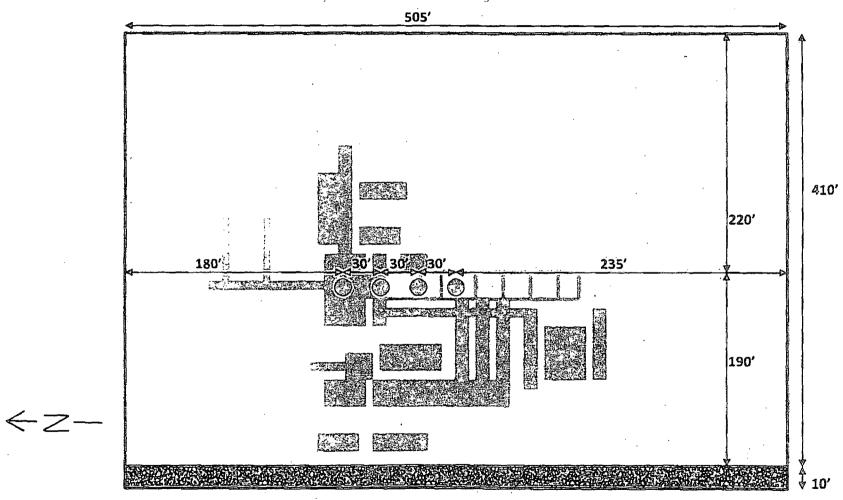


Secondary Egress

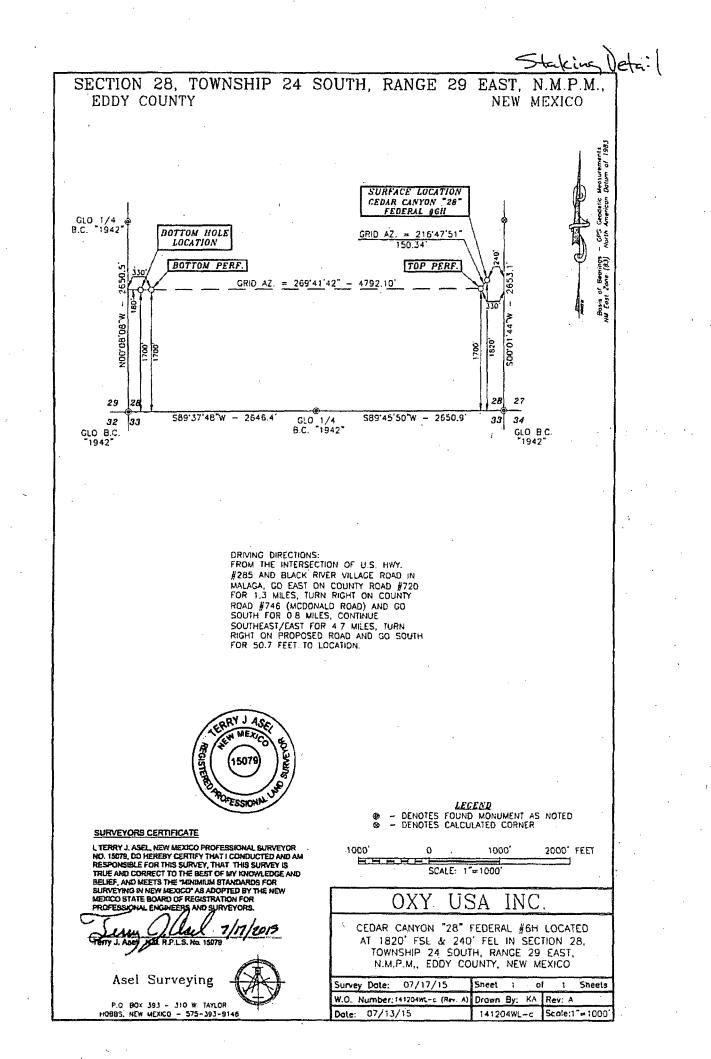
- 2 -



# Pad Site Overall Rig Layout 4 Well Pad Site

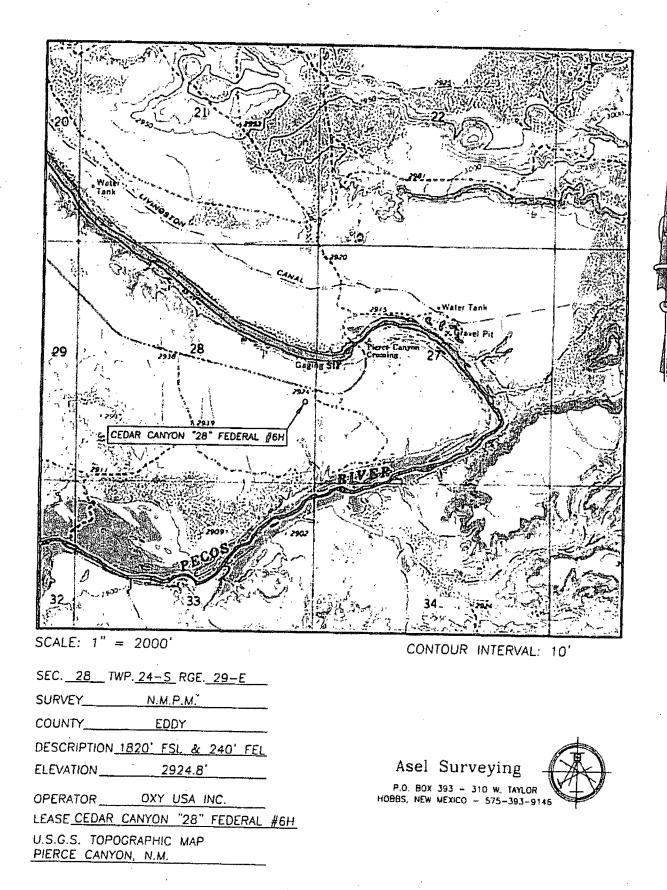


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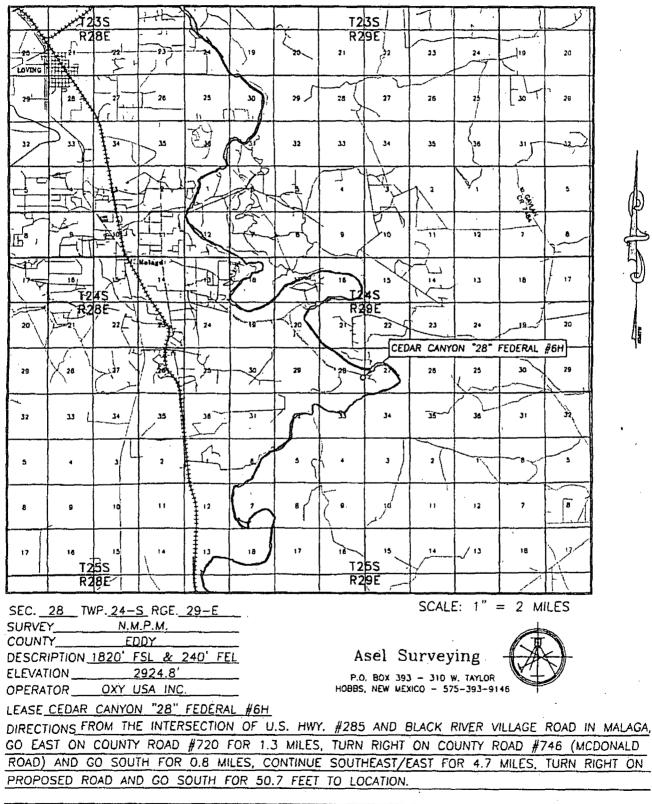
LVM

LOCATION VERIFICATION MAP



VM

VICINITY MAP



# PERFORMANCE DATA

TMK Ultra Premium SF™ Technical Data Sheet 5.500 in

20.00 lbs/ft

Minimum Yield

Yield Load

Tensile Load

Minimum Tensile

Min. Internal Yield Pressure

P-110

110,000

125,000

641,000

728,000

12,600

psi

psi

lbs

lbs

psi

## **Tubular Parameters**

Size	5.500	in
Nominal Weight	20.00	lbs/ft
Grade	P-110	
PE Weight	19.81	lbs/ft
Wall Thickness	0.361	in
Nominal ID	4.778	in
Drift Diameter	4.653	in
Nom. Pipe Body Area	5.828	_ in²
,	l i	1

# **Connection Parameters**

Connection OD	5.646	in
Connection ID	4.734	in
Make-Up Loss	5.526	in
Critical Section Area	· 5.289	in²
Tension Efficiency	90.5	%
Compression Efficiency	90.5	%
Yield Load In Tension	580,000	lbs
Min. Internal Yield Pressure	12,600	psi
Collapse Pressure	11,100	psi

# Make-Up Torques

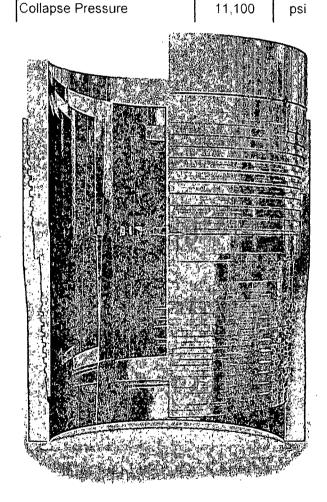
Min. Make-Up Torque	10,100	ft-lbs
Opt. Make-Up Torque	10,600	ft-lbs
Max. Make-Up Torque	11,700	ft-lbs
Yield Torque	15,600	ft-lbs

Printed on: February-25-2014

#### NOTE:

The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. Information that is printed or downloaded is no longer controlled by TMK IPSCO and might not be the latest information. Anyone using the information herein does so at their own risk. To verify that you have the latest TMK IPSCO technical information, please contact TMK IPSCO Technical Sales toll-free at 1-888-258-2000.







Sanchez, Jennifer <j1sanchez@blm.gov>

# Sundry for CC 27/28 - Connection specs

1 message

Diego\_Tellez@oxy.com <Diego\_Tellez@oxy.com>

Fri, Jul 24, 2015 at 10:03 AM

To: j1sanchez@blm.gov Cc: Chan\_Tysor@oxy.com, Jim\_Wilson@oxy.com, David\_Stewart@oxy.com, Ricardo\_Viloria@oxy.com, Juan\_Mejia2@oxy.com

Hi Jennifer,

As per our phone conversation please find attached the specs for the 5 ½" connection we are planning on running for our production string.

	Hole size	Casing	Connection	Connection OD	Clearance	Meets BLM requirement of <b>0.422</b> " clearance?		
	6.750"	5 ½" 20# P110	USF	5.646"	0.552"	Yes		
j	_6.750"	4 ½" 13.5# P110	BISC	5.000"	0.875"	Yes-		
	For this well							

Also, we are 7-9 days from spudding well Cypress 34 Federal 10H. We submitted the sundry (very similar to the ones for CC 27/28) back in June (6/25/15 – EC Transaction 306905 – Serial No. 830-830-4621). Could you also help us approving this one, provided it meets all BLM requirements to your satisfaction? API number for this well is 30-015-43076.

Many thanks for helping us with these sundries.

Regards,

## **Diego Tellez**

Drilling Engineer - Team Lead

Permian Resources Delaware / New Mexico

Occidental Oil & Gas Corp.

O: 713-350-4602 / M: 713-303-4932

NM OIL CONSERVATION

ARTESIA DISTRICT

# PECOS DISTRICT CONDITIONS OF APPROVAL

AUG 3 2015

# RECEIVED

OPERATOR'S NAME:	OXY USA, Inc
LEASE NO.:	NMNM94651
WELL NAME & NO.:	Cedar Canyon 28 Federal 6H
SURFACE HOLE FOOTAGE:	1820'/S & 240'/E
BOTTOM HOLE FOOTAGE	1700'/S & 180'/W
LOCATION:	Section 28, T.24 S., R.29 E., NMPM
COUNTY:	Eddy County, New Mexico

# The original COAs still stand with the following drilling modifications:

# I. DRILLING

## A. DRILLING OPERATIONS 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

- 1. 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.
- 2. Setting surface casing with Transcend Drilling Spudder Rig
  - a. Notify the BLM when removing the Transcend Drilling Spudder Rig.
  - b. Notify the BLM when moving in the H&P Flex Rig. Rig to be moved in within 90 days of notification that Transcend Drilling Spudder Rig has left the location. Failure to notify or have rig on location within 90 days will result in an Incident of Non-Compliance.
  - c. Once the H&P Flex Rig is on location, it will drill the Cedar Canyon 28 Federal 6H and 7H and the Cedar Canyon 27 Federal 6H and 7H in conjunction using batch drilling.

- d. BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as H&P Flex Rig is rigged up on well. CIT for the surface casing shall be performed and results recorded on subsequent sundry.
- 3. 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 is located, this does not include the dog house or stairway area.
- 4. 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.

### **B.** CASING

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.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

#### 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 <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

#### Medium Cave/Karst

Possibility of water flows in the Castile and Salado. Possibility of lost circulation in the Rustler, Salado, and Delaware.

- 1. The 10-3/4 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If salt is encountered, set casing at least 25 feet above the salt.
  - 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 is to include the lead cement slurry.
  - 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.

# Formation below the 10-3/4" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe and the mud weight for the bottom of the hole. Report results to BLM office.

2. The minimum required fill of cement behind the 7-5/8 inch intermediate casing, which shall be set at approximately 2900 feet, is:

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.

If cement does not circulate to surface on the intermediate casing, the cement on the production casing must come to surface.

Formation below the 7-5/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

Centralizers required on horizontal leg, must be type for horizontal service and a minimum of one every other joint.

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

Cement as proposed by operator. Operator shall provide method of verification. Excess calculates to 24% - Additional cement may be required.

4. 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.

## C. 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. Variance approved to use flex line from BOP to choke manifold. 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. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

Option 1 - BOP testing if wells are drilled conventionally- BOP is not removed between casing strings.

- 3. 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 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. Operator shall perform the intermediate casing integrity test to 70% of the casing burst. This will test the multi-bowl seals.
- 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.

5M 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.

Option 2 - BOP testing for Batch Drilling-BOP is removed between casing strings

- Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.
   5M 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. BOP/BOPE shall be tested after nipple up according to Onshore Order #2.
- 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. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**.
  - c. 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.
  - d. The results of the test shall be reported to the appropriate BLM office.
  - e. 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.

f. 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.

#### **D. DRILL STEM TEST**

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

#### **E.** 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 área.

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

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