|   | District I<br>1625 N. French D<br>Phone: (575) 393-<br>District II  |                     |               | State of New Mexico<br>Energy Minerals and Natural Resources |  |                         |   |                           |              |   |                        | Form C-101<br>Revised July 18, 2013 |  |
|---|---|---------------------|---------------|--|--|-------------------------|---|---------------------------|--------------|---|------------------------|-------------------------------------|--|
|   | 811 S. First St., A<br>Phone: (575) 748-  |                     |               |  | Oil Conservation Division                        |                         |   |                           |              |   | NM OIL CONSERVATION RT |                                     |  |
|   | <u>District III</u><br>1000 Rio Brazos I<br>Phone: (505) 334-   |                     |               |  |  |                         |   |                           |              | ARTESIA DISTRICT                        |                        |                                     |  |
|   | District IV<br>1220 S. St. Franci   |                     |               |  | 1220 South St. Francis Dr.<br>Santa Fe, NM 87505 |                         |   |                           |              | JUN 23 2014                             |                        |                                     |  |
|   | Phone: (505) 476-   | 3460 Fax: (505      | 5) 476-3462   |  | RECEIVED   |                         |   |                           |              |   |                        | 'FD                                 |  |
|   | APPLI   | CATIO               | N FOR         | <b>PERMIT T</b>  | O DRILL,   | RE-EN                   | TER, D  | EEPEN                     | , PLUGBA     |   |                        |                                     |  |
|   | APPLICATION FOR PERMIT TO DRILL, RE-I<br>Operator Name and Address<br>Oft USA wTP Limited Pantners  |                     |               |  |  |                         |   | ·ip CGRID Number          |              |   |                        |                                     |  |
|   | P.O. Box 50250  |                     |               |  |  |                         |   |                           |              | * API Number<br>30 - 015 - 2342         |                        |                                     |  |
|   | Midland TX 79710  |                     |               |  |  | U. I. B. COM            |   |                           |              | ". Well No.                             |                        |                                     |  |
|   | $- \alpha$  | 100                 |               | I  | -  | Irface Lo               |   | V C                       |              |   | <u> </u>               |                                     |  |
| Γ | UL - Lot  | Section             | Township      | Range  | Lot Idn  | Feet fro                |   | N/S Line                  | Feet From    | E/W Lin                                 | ie                     | County                              |  |
| L | B   | 8                   | 235           | 28E  | • D  | 990                     |   | onth                      | 1900         | eus                                     | t                      | Eddy_                               |  |
| Г | UL - Lot  | Section             | Township      | Range  | * Propose  | Feet fro                |   | N/S Line                  | Feet From    | E/W Lin                                 | ne                     | County                              |  |
|   |   |                     |               |  |  |                         |   |                           |              |   |                        |                                     |  |
| L |   |                     | L             |  | 9. <b>P</b> C                                    | l<br>ol Inforn          | nation  |                           |              |   | F                      | $L_{1}$                             |  |
| Γ | C   | ASS                 | 3 DE          | ZAW  | Pool   | Name                    |   |                           |              | · · · · · · · · · · · · · · · · · · ·   | /                      | Pool Code                           |  |
|   |   | Eddy                | land.         | estimated  | Wolfca   | mp (                    | Gas)  |                           |              |   |                        | 91162                               |  |
| ſ | 1.31  |                     |               | 12 NV-11 T   | Addition   |                         |   |                           | 14 1 12      |   | 10.1                   | I (E)                               |  |
|   | we<br>I   | 'к Туре<br><b>)</b> |               | <sup>12.</sup> Well Type                                     |  | <sup>13.</sup> Cable/Ro | Detary 14. Lease Type 15. Ground Level Elev<br>P 3012 |                           |              |   |                        |                                     |  |
|   |   | ultiple             |               | <sup>17.</sup> Proposed Depth                                |  | <sup>18.</sup> Formati  |   |                           |              |   | pud Date               |                                     |  |
| ╞ | Depth to Grou   | ·                   |               | <u>9420''</u><br>Dista                                       | nce from nearest                                 | fresh water v           | <u>-P</u> vell  |                           | NA<br>Distar | ice to nearest sur                      | rface wat              | 1000 ler                            |  |
|   |   |                     |               |  |  |                         |   |                           |              |   |                        |                                     |  |
|   | We will b   | e using a c         | closed-loop   | o system in lieu of  | •  |                         |   |                           |              |   |                        |                                     |  |
| Г |   |                     |               |  |  | <u> </u>                | I Cement Program                                      |                           |              |   |                        |                                     |  |
| ┝ | Туре  |                     | e Size        | Casing Size  | Casing Weight/ft                                 |                         | Setting Depth   |                           |              | Sacks of Cement                         |                        | Estimated TOC                       |  |
| ┝ | <u>Sunt</u>   | Sunt 1712"          |               | 133/8"   | 48#  |                         | 399.  |                           |              | 420                                     |                        | Sunf-Cive                           |  |
| F | Int   | 12                  | <u>'</u>  4'' | 95/3"  |  | 10#                     | 2465  |                           | 23           | 2310                                    |                        | nt-Cinc                             |  |
| Ľ | Prod  | B                   | 1/2"          | - (  | 23-26  |                         |   | <u><u>ເຮ</u>າ່</u>        |              |   | 51                     | int-Civic                           |  |
| Г | Liver   | 1                   | 19"           | <u>Casin</u><br>Ч'(a'i                                       | g/Cement Pr                                      | ogram: A<br>うサー         |   | <u>Comment</u>            |              | 50                                      |                        | 10571                               |  |
| L | Civer   | 0                   | 15            |  |  |                         |   |                           |              | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |                        |                                     |  |
| Г |   | T                   |               |  | •  | revention Program       |   |                           |              |   |                        |                                     |  |
|   |   |                     |               |  | orking Pressure                                  |                         | Test Pressure   |                           |              | Manufacturer                            |                        |                                     |  |
| L | Double Ram Annular 5000 #   |                     |               |  |  |                         |   | 540                       |              |   |                        |                                     |  |
|   | <sup>23.</sup> I hereby ce  | rtify that th       | e informati   | on given above is tr   | rue and complete                                 | to the                  |   | <u> </u>                  |              |   |                        |                                     |  |
|   | <ul> <li><sup>23.</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief.</li> <li>I further certify that I have complied with 19.15.14.9 (A) NMAC and/or</li> </ul> |                     |               |  |  |                         |   | OIL CONSERVATION DIVISION |              |   |                        |                                     |  |
|   | 19.15.14.9 (B) NMAC , if applieable.  |                     |               |  |  |                         |   | Approved By:              |              |   |                        |                                     |  |
|   | Signature:  | <u> </u>            | · / h         | /  |  |                         | Shafimy   |                           |              |   |                        |                                     |  |
|   | Printed name  | Dau                 | :25           | terant   |  |                         | Title: "Geologist"                                    |                           |              |   |                        |                                     |  |
| _ | ritle: Sr   | Requ                | 1/ato         | M Aduiso   | 2 <b>^</b>                                       |                         | Approved  | Date: 6%                  | 232014       | Expiration Da                           | ite: 6                 | -25-2014                            |  |
|   | E-mail Address: david_Stewant@org.com   |                     |               |  |  |                         |   |                           |              |   |                        | Æ                                   |  |
|   | Date: 6/18/14 Phone: 432-685-5717   |                     |               |  |  |                         |   | of Approval               | Attached     |   |                        |                                     |  |
|   |   |                     |               |  |  |                         |   |                           |              |   |                        |                                     |  |

#### **Procedure**

- 1. MIRU WO rig. ND WH and NU BOP.
- 2. POOH w/ tbg and LD.

### NOTE: Scan tubing out of hole and replace if necessary.

- 3. Plug well out of hole per regulatory procedure:
  - PU work string and RIH with CIBP and set at 11044' with 55 sacks of cement to 10521'. WOC and tag (Atoka perfs, 7" casing shoe, liner top plugs).
- 4. RU WL and run CBL from PBTD to surface.

### NOTE: Contact engineer before proceeding to next step. Send CBL to engineer.

- 5. RIH and set CIBP at 9550'.
- 6. RIH w/ casing perforating guns and perforate from 9,410 9,420'. RD WLU.

*NOTE:* The guns are 3 1/8", 0.42" EHD, and >32.00" of penetration w/ 6 JSPF on 60 degree phasing.

- 7. PU 3.5" frac string and packer to 9,350'.
- 8. Pressure test casing / tubing annulus to 1000 psi and hold during frac treatment.
- 9. NU frac stack on top of BOP.
- 10. RU Frac Core and frac well per frac procedure.
- 11. RD Frac Core. ND frac stack.
- 12. POOH w/ frac string and packer and LD.
- 13. PU 2 7/8" tubing and RIH and circulate clean to PBTD. (if well takes fluid use a foam unit w/ nitrogen to clean out well to PBTD)
- 14. POOH w/ tubing.
- 15. PU packer BHA w/ plug in the profile nipple and RIH with tubing and set packer at 9,350'.
  - a. Re-entry guide w/ 1.87" R-nipple
  - b. Packer
  - c. On/off tool w/ 2.25" R-nipple
  - d. 2 7/8" Tubing to surface
- 16. ND BOP and NU WH. RD WO rig.
- 17. RU slick line and retrieve plug. RD slick line.
- 18. If well doesn't flow naturally, RU swab unit and begin swabbing the well down. RD swab unit.
- 19. Place well on production and report results to engineer.

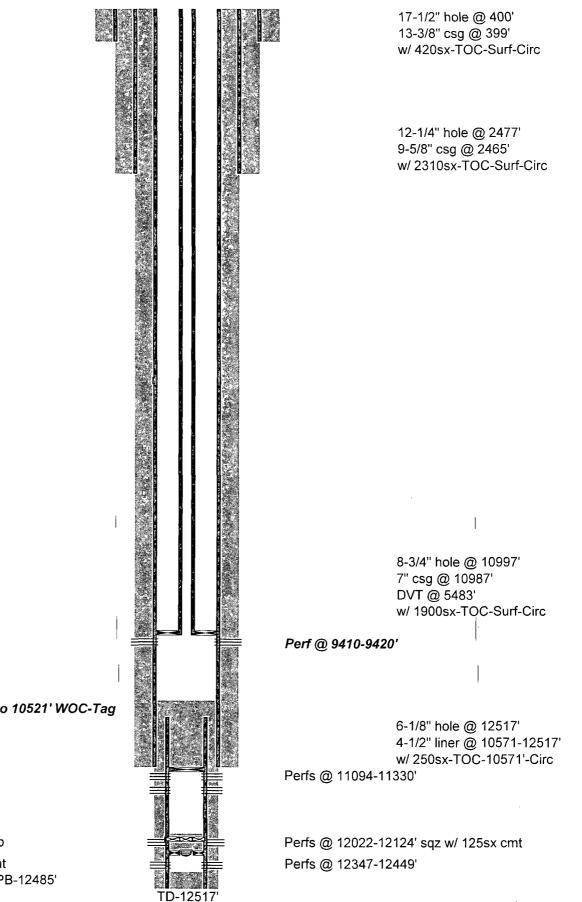
State of New Mexico Form C-102 District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 Revised August 1, 2011 Energy, Minerals & Natural Resources Department District II Submit one copy to appropriate 811 S. First St., Artesia, NM 88210 OIL CONSERVATION DIVISION Phone: (575) 748-1283 Fax: (575) 748-9720 District Office District III 1220 South St. Francis Dr. 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 AMENDED REPORT Santa Fe, NM 87505 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 WELL LOCATION AND ACREAGE DEDICATION PLAT <sup>1</sup> API Number <sup>2</sup> Pool Code ogLand 30-015-2342 C TŪ nun 4 Property Gode Ι <sup>5</sup> Property Name <sup>6</sup> Well Number

| 2111   | e L     |                                 |       | 1                      |               |                  |               |               |          |  |
|--|---------|---------------------------------|-------|------------------------|---------------|------------------|---------------|---------------|----------|--|
| <sup>7</sup> OGRID N   | No.     |                                 |       | <sup>9</sup> Elevation |               |                  |               |               |          |  |
| 19246  | 3       | OXY USA WTP Limited Pantnewship |       |                        |               |                  |               |               | 30(1.9   |  |
| " Surface Location   |         |                                 |       |                        |               |                  |               |               |          |  |
| UL or lot no.  | Section | Township                        | Range | Lot Idn                | Feet from the | North/South line | Feet from the | East/West lin | e County |  |
| B  | В       | 235                             | 29E_  |                        | 970           | Nonth            | 1930          | eust          | 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 lin | 2 County |  |
|  |         |                                 |       |                        |               |                  |               |               |          |  |
| <sup>12</sup> Dedicated Acres <sup>13</sup> Joint or Infill <sup>14</sup> Consolidation Code <sup>15</sup> Order No. |         |                                 |       |                        |               |                  |               |               |          |  |
| 320  | N       |                                 |       |                        |               |                  |               |               |          |  |

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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|---|--|--|--|
|   | 04   |  | <sup>17</sup> <b>OPERATOR CERTIFICATION</b><br><sup>17</sup> <b>OPERATOR CERTIFICATION</b><br><sup>1</sup> hereby certify that the information contained herein is true and complete<br><sup>1</sup> to the best of my knowledge and belief, and that this organization either<br><sup>1</sup> owns a working interest or unleased mineral interest in the land including<br>the proposed bottom hole location or has a right to drill this well at this<br><sup>1</sup> location pursuant to a contract with an owner of such a mineral or working<br><sup>1</sup> interest, or to a voluntary pooling agreement or a compulsory pooling<br>order herejofore enteremy the division. |
|   |  |  | Signature<br>Signature<br>Divid Stewart SR. Ray Adv<br>Printed Name<br><u>david_stewart@own</u> .com<br>E-mail Address   |
|   |  |  | made by me or under my supervision, and that the<br>same is true and correct to the best of my belief.<br>Date of Survey<br>Signature and Seal of Professional Surveyor:   |

# OXY USA WTP LP - Proposed Villa B #1 API No. 30-015-23421



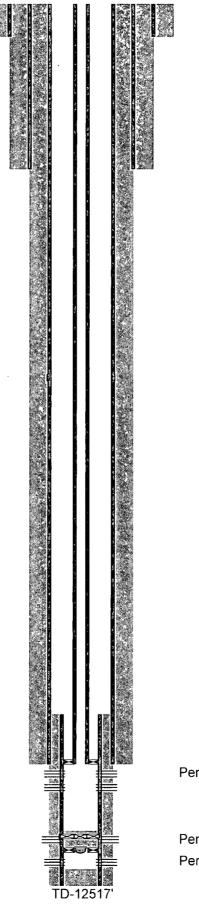
2-7/8" tbg & pkr @ 9350'

CIBP @ 11044' w/ 55sx cmt to 10521' WOC-Tag

CR @ 11950' w/ 35' cmt on top Mod D pkr @ 12180' w/ 20' cmt PB-12485'

à.

## OXY USA WTP LP - Current Villa B #1 API No. 30-015-23421



17-1/2" hole @ 400' 13-3/8" csg @ 399' w/ 420sx-TOC-Surf-Circ

12-1/4" hole @ 2477' 9-5/8" csg @ 2465' w/ 2310sx-TOC-Surf-Circ

8-3/4" hole @ 10997' 7" csg @ 10987' DVT @ 5483' w/ 1900sx-TOC-Surf-Circ

6-1/8" hole @ 12517' 4-1/2" liner @ 10571-12517' w/ 250sx-TOC-10571'-Circ Perfs @ 11094-11330'

Perfs @ 12022-12124' sqz w/ 125sx cmt Perfs @ 12347-12449'

2-3/8" tbg & pkr @ 11007'

CR @ 11950' w/ 35' cmt on top Mod D pkr @ 12180' w/ 20' cmt PB-12485'