

RECEIVED SEP 26 2018

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

1000 Rio Brazos Rd., Aztec, NM 87410

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

DISTRICT II-ARTESIA O.C.D.S

WELL API NO. 30-015-44589
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Corral Fly 02-01 State
8. Well Number 35H
9. OGRID Number 16696
10. Pool name or Wildcat Purple Sage; Wolfcamp

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 M : 1240 feet from the SOUTH line and 240 feet from the WEST line
Section 2 Township 25S Range 29E NMPM County EDDY

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3033' GR

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- CLOSED-LOOP SYSTEM
- OTHER:
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- OTHER:
- ALTERING CASING
- P AND A

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.

7/25/18 Skid rig from Corral Fly 02-01 State 36H to Corral Fly 02-01 State 35H. RU BOP, shell test @ 250# low 7500# high, test 10-3/4" casing to 1500# for 30 min, good test. RIH & drill new formation to 425', perform FIT test to EMW=22.5ppg, 280psi, good test. 7/26/18 drill 9-7/8" hole to 9670', 8/1/18. RIH & set 7-5/8" 26.4# L-80 csg @ 9651', DVT @ 3324', ACP @ 3339' pump 80bbl mud push spacer then cmt w/ 664sx (305bbl) PPC w/ additives 10.2ppg 2.58 yield followed by 177sx (53bbl) PPC w/ additives 13.2ppg 1.6 yield, full returns throughout job, inflate ACP to 3200#, open DVT, circ thru DVT, circ 43sx (20bbl) cmt to surf. Pump 2nd stage w/ 50bbl brine water w/ surfactant then cmt w/ 930sx (280bbl) PPC w/ additives 13.6ppg 1.69 yield, full returns, drop cancellation plug, pressure up & close DVT, circ 465sx (140bbl) cmt to surface, WOC. Install pack-off, test lower seals to 5000#, good test. 8/2/18 ND BOP, install wellhead cap and prepare rig for skid.

8/19/18 Skid rig from Corral Fly 02-01 State 34H to Corral Fly 02-01 State 35H. RU BOP, test @ 250# low 5500# high. 8/20/18 RIH & drill out DVT, test 7-5/8" csg to 3200# for 30min, good test. Drill new formation to 9676', perform FIT test to EMW=13ppg, 1355psi, good test. 8/21/18 Drill 6-3/4" hole to 20235'M 10372'V 8/29/18. RIH & set 5-1/2" 20# P110 csg @ 20220'. Pump 135bbl mud push spacer w/ surfactant then cmt w/ 858sx (202bbl) PPC w/ additives @ 13.2ppg 1.39 yield, full returns throughout job, est. TOC @ 4900', WOC. 8/31/18 RUWL RIH & set RBP @ 3025', test RBP to 1000# for 30 min, good test. ND BOP, Install wellhead cap, RD Rel Rig 8/31/18.

Spud Date:

Rig Release Date: 8/31/18

ENTERED [Signature]

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

SIGNATURE [Signature] TITLE Regulatory Specialist DATE 9/21/2018

Type or print name Jana Mendiola E-mail address: janalyn_mendiola@oxy.com PHONE: 432-685-5936

APPROVED BY: [Signature] TITLE Business Ops Spec A DATE 9-27-18

Conditions of Approval (if any)