Form 3160-3
(June 2015)

OCD – HOBBS
10/29/2020
RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2018

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.
NMNM090587

6. If Indian, Allotee or Tribe Name

1a. Type of work: ☑ DRILL ☐ REENTER

1b. Type of Well: ☑ Oil Well ☐ Gas Well ☐ Other

1c. Type of Completion: ☐ Hydraulic Fracturing ☑ Single Zone ☐ Multiple Zone

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
LOST TANK 30-19 FEDERAL COM [322423]
11H

2. Name of Operator
OXY USA INCORPORATED [16696]

9. API Well No.
30-025-47941

3a. Address
5 Greenway Plaza, Suite 110, Houston, TX 77046

3b. Phone No. *(include area code)*
(713) 366-5716

10. Field and Pool, or Exploratory [97366]
BILBREY BASIN, BONE SPRING/BILBRE

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*
At surface LOT 1 / 128 FNL / 1200 FWL / LAT 32.3839074 / LONG -103.7190607
At proposed prod. zone LOT 4 / 20 FSL / 380 FWL / LAT 32.3552448 / LONG -103.7216977

11. Sec., T. R. M. or Blk. and Survey or Area
SEC 19/T22S/R32E/NMP

14. Distance in miles and direction from nearest town or post office*
8 miles

12. County or Parish
LEA

13. State
NM

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)
20 feet

16. No of acres in lease
343.55

17. Spacing Unit dedicated to this well
640.0

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.
35 feet

19. Proposed Depth
9244 feet / 20162 feet

20. BLM/BIA Bond No. in file
FED: ESB000226

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3678 feet

22. Approximate date work will start*
10/10/2020

23. Estimated duration
45 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be requested by the BLM.

25. Signature	Name *(Printed/Typed)*	Date
(Electronic Submission)	LESLIE REEVES / Ph: (713) 366-5716	10/18/2019

Title
Advisor Regulatory

Approved by *(Signature)*	Name *(Printed/Typed)*	Date
(Electronic Submission)	Cody Layton / Ph: (575) 234-5959	10/23/2020

Title	Office
Assistant Field Manager Lands & Minerals	Carlsbad Field Office

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

GCP Rec 10/29/2020

SL

APPROVED WITH CONDITIONS

KZ
10/30/2020

REQUIRES NSP before Completion

Approval Date: 10/23/2020

(Continued on page 2)

*(Instructions on page 2)

Oxy USA Inc. - LOST TANK 30_19 FED COM 11H

1. Geologic Formations

TVD of target	9244'	Pilot Hole Depth	N/A
MD at TD:	20161'	Deepest Expected fresh water:	861'

Delaware Basin

Formation	TVD - RKB	Expected Fluids
Rustler	861	
Salado	1,156	Salt
Castile	2,881	Salt
Lamar/Delaware	4,574	Oil/Gas/Brine
Bell Canyon	4,662	Oil/Gas/Brine
Cherry Canyon	5,481	Oil/Gas/Brine
Brushy Canyon	6,723	Losses
Bone Spring	**8,472**	**Oil/Gas**

*H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

Hole Size (in)	Casing Interval		Csg. Size (in)	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	Buoyant Body SF Tension	Buoyant Joint SF Tension
	From (ft)	To (ft)								
17.5	0	911	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4
12.25	0	5531	9.625	36	J-55	BTC	1.125	1.2	1.4	1.4
8.5	0	20161	5.5	20	P-110	DQX	1.125	1.2	1.4	1.4
							SF Values will meet or Exceed			

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

*Oxy requests the option to set casing shallower yet still below the salts if losses or hole conditions require this. Cement volumes may be adjusted if casing is set shallower and a DV tool may be run in case hole conditions merit pumping a second stage cement job to comply with permitted top of cement. If cement circulated to surface during first stage, we will drop a cancelation cone and not pump the second stage.

*Oxy requests the option to run production casing with DQX, SF TORQ, and/or DQW TORQ connections to accommodate hole conditions or drilling operations.

Annular Clearance Variance Request

As per the agreement reached in the Oxy/BLM meeting on Feb 22, 2018, Oxy requests permission to allow deviation from the 0.422" annular clearance requirement from Onshore Order #2 under the following conditions:

1. Annular clearance to meet or exceed 0.422" between intermediate casing ID and production casing coupling only on the first 500' overlap between both casings.
2. Annular clearance less than 0.422" is acceptable for the curve and lateral portions of the production open hole section.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Y
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y

Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing String	# Sks	Wt. (lb/gal)	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description
Surface (Lead)	N/A	N/A	N/A	N/A	N/A	N/A
Surface (Tail)	963	14.8	1.33	6.365	5:26	Class C Cement, Accelerator
Intermediate (Lead)	1310	12.9	1.73	8.784	15:26	Pozzolan Cement, Retarder
Intermediate (Tail)	156	14.8	1.33	6.368	7:11	Class C Cement, Accelerator
Production (Lead)	420	11.9	2.24	12.327	14:46	Class H Cement, Retarder, Dispersant, Salt
Production (Tail)	2242	13.2	1.38	6.686	3:49	Class H Cement, Retarder, Dispersant, Salt

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface (Lead)	N/A	N/A	N/A
Surface (Tail)	0	911	100%
Intermediate (Lead)	0	5031	50%
Intermediate (Tail)	5031	5531	20%
Production (Lead)	5031	8459	20%
Production (Tail)	8459	20161	15%

Offline Cementing

OXY respectfully requests a variance to cement the 9-5/8" and/or 7-5/8" intermediate casing strings offline. The summarized operational sequence will be as follows:

1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).
2. Land casing.
3. Fill pipe with kill weight fluid, and confirm well is static.
    a. If well is not static notify BLM and kill well.
    b. Once well is static notify BLM with intent to proceed with nipple down and offline cementing.
4. Set and pressure test annular packoff.

5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed.
6. Skid rig to next well on pad.
7. Confirm well is static before removing cap flange.
8. If well is not static notify BLM and kill well prior to cementing or nippling up for further remediation.
9. Install offline cement tool.
10. Rig up cement equipment.
    a. Notify BLM prior to cement job.
11. Perform cement job.
12. Confirm well is static and floats are holding after cement job.
13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.

4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
12.25" Hole	13-5/8"	3M	Annular	✓	70% of working pressure
		3M	Blind Ram	✓	250 psi / 3000 psi
			Pipe Ram		
			Double Ram	✓	
			Other*		
8.5" Hole	13-5/8"	3M	Annular	✓	70% of working pressure
		3M	Blind Ram	✓	250 psi / 3000 psi
			Pipe Ram		
			Double Ram	✓	
			Other*		

*Specify if additional ram is utilized.

Oxy will utilize a 5M annular with a 10M BOPE stack. The BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

	Y	Are anchors required by manufacturer?
	A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015. See attached schematics.	

BOP Break Testing Request

OXY requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019. A separate sundry will be sent prior to spud that reflects the pad based break testing plan.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.
- When skidding to drill a production section that does not penetrate into the third Bone Spring or deeper.

If the kill line is broken prior to skid, two tests will be performed.

1. Wellhead flange, co-flex hose, kill line connections and upper pipe rams
2. Wellhead flange, HCR valve, check valve, upper pipe rams

If the kill line is not broken prior to skid, only one test will be performed.

1. Wellhead flange, co-flex hose, check valve, upper pipe rams

5. Mud Program

Depth		Type	Weight (ppg)	Viscosity	Water Loss
From (ft)	To (ft)				
0	911	Water-Based Mud	8.6-8.8	40-60	N/C
911	5531	Saturated Brine- Mud	9.8-10.0	35-45	N/C
5531	20161	Saturated Brine-Based or Oil-Based Mud	8.0-9.6	38-50	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

What will be used to monitor the loss or gain of fluid?	PVT/MD Totco/Visual Monitoring

6. Logging and Testing Procedures

Logging, Coring and Testing.	
Yes	Will run GR from TD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
No	Logs are planned based on well control or offset log information.
No	Drill stem test? If yes, explain

No	Coring? If yes, explain

Additional logs planned		Interval
No	Resistivity	
No	Density	
No	CBL	
Yes	Mud log	ICP - TD
No	PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	4615 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	154°F

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. 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.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.	
N	H2S is present
Y	H2S Plan attached

8. Other facets of operation	Yes/No
Will the well be drilled with a walking/skidding operation? If yes, describe. • We plan to drill the seven well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.	Yes
Will more than one drilling rig be used for drilling operations? If yes, describe. • Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the attached document for information on the spudder rig.	Yes

Total estimated cuttings volume: 1971.3 bbls**.**

9. Company Personnel

Name	Title	Office Phone	Mobile Phone
Edgar Diaz-Aguirre	Drilling Engineer	713-552-8594	713-550-2699
William Turner	Drilling Engineer Supervisor	713-350-4951	661-817-4586
Simon Benavides	Drilling Superintendent	713-522-8652	281-684-6897
John Willis	Drilling Manager	713-366-5556	713-259-1417

OXY

PRD NM DIRECTIONAL PLANS (NAD 1983)
LOST TANK 30-19 FED
Lost Tank 30_19 Federal Com 11H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

18 April, 2019

Database:	HOPSPP	**Local Co-ordinate Reference:**	Well Lost Tank 30_19 Federal Com 11H
Company:	ENGINEERING DESIGNS	**TVD Reference:**	RKB=26.5' @ 3644.40ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	**MD Reference:**	RKB=26.5' @ 3644.40ft
Site:	LOST TANK 30-19 FED	**North Reference:**	Grid
Well:	Lost Tank 30_19 Federal Com 11H	**Survey Calculation Method:**	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Project PRD NM DIRECTIONAL PLANS (NAD 1983)

Map System:	US State Plane 1983	**System Datum:**	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Eastern Zone		Using geodetic scale factor

Site LOST TANK 30-19 FED

Site Position:		**Northing:**	503,826.03 usft	**Latitude:**	32° 22' 22.416967 N
From:	Lat/Long	**Easting:**	0.00 usft	**Longitude:**	106° 5' 11.999469 W
Position Uncertainty:	50.00 ft	**Slot Radius:**	13.200 in	**Grid Convergence:**	-0.94 °

Well Lost Tank 30_19 Federal Com 11H

Well Position	**+N/-S**	115.39 ft	**Northing:**	503,941.45 usft	**Latitude:**	32° 23' 2.066654 N
	+E/-W	730,781.17 ft	**Easting:**	730,958.55 usft	**Longitude:**	103° 43' 8.618654 W
Position Uncertainty		2.00 ft	**Wellhead Elevation:**	0.00 ft	**Ground Level:**	3,617.90 ft

Wellbore Wellbore #1

Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	HDGM	4/18/2019	6.80	60.13	48,077

Design Permitting Plan

Audit Notes:

Version:	**Phase:**	PROTOTYPE	**Tie On Depth:**	0.00

Vertical Section:	Depth From (TVD) (ft)	+N/-S (ft)	+E/-W (ft)	Direction (°)
	0.00	0.00	0.00	184.14

Plan Sections

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,598.00	0.00	0.00	3,598.00	0.00	0.00	0.00	0.00	0.00	0.00	
4,348.09	15.00	312.42	4,339.55	65.87	-72.08	2.00	2.00	0.00	312.42	
7,587.56	15.00	312.42	7,468.61	631.54	-691.07	0.00	0.00	0.00	0.00	
8,959.52	15.00	179.64	8,819.73	572.65	-823.58	2.00	0.00	-9.68	-155.66	
9,709.52	90.00	179.64	9,244.40	19.23	-820.10	10.00	10.00	0.00	0.00	FTP (Lost Tank
20,161.55	90.00	179.64	9,244.40	-10,432.60	-754.48	0.00	0.00	0.00	0.00	PBHL (Lost Tank

Database:	HOPSPP	**Local Co-ordinate Reference:**	Well Lost Tank 30_19 Federal Com 11H
Company:	ENGINEERING DESIGNS	**TVD Reference:**	RKB=26.5' @ 3644.40ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	**MD Reference:**	RKB=26.5' @ 3644.40ft
Site:	LOST TANK 30-19 FED	**North Reference:**	Grid
Well:	Lost Tank 30_19 Federal Com 11H	**Survey Calculation Method:**	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,598.00	0.00	0.00	3,598.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.04	312.42	3,600.00	0.00	0.00	0.00	2.00	2.00	0.00
3,700.00	2.04	312.42	3,699.98	1.22	-1.34	-1.12	2.00	2.00	0.00
3,800.00	4.04	312.42	3,799.83	4.80	-5.25	-4.41	2.00	2.00	0.00
3,900.00	6.04	312.42	3,899.44	10.73	-11.74	-9.85	2.00	2.00	0.00
4,000.00	8.04	312.42	3,998.68	19.00	-20.79	-17.45	2.00	2.00	0.00
4,100.00	10.04	312.42	4,097.43	29.59	-32.38	-27.18	2.00	2.00	0.00
4,200.00	12.04	312.42	4,195.58	42.51	-46.52	-39.05	2.00	2.00	0.00
4,300.00	14.04	312.42	4,293.00	57.73	-63.17	-53.03	2.00	2.00	0.00
4,348.09	15.00	312.42	4,339.55	65.87	-72.08	-60.50	2.00	2.00	0.00
4,400.00	15.00	312.42	4,389.69	74.93	-81.99	-68.82	0.00	0.00	0.00
4,500.00	15.00	312.42	4,486.28	92.39	-101.10	-84.86	0.00	0.00	0.00
4,600.00	15.00	312.42	4,582.87	109.86	-120.21	-100.90	0.00	0.00	0.00
4,700.00	15.00	312.42	4,679.46	127.32	-139.32	-116.94	0.00	0.00	0.00
4,800.00	15.00	312.42	4,776.06	144.78	-158.43	-132.97	0.00	0.00	0.00
4,900.00	15.00	312.42	4,872.65	162.24	-177.53	-149.01	0.00	0.00	0.00
5,000.00	15.00	312.42	4,969.24	179.70	-196.64	-165.05	0.00	0.00	0.00
5,100.00	15.00	312.42	5,065.83	197.16	-215.75	-181.09	0.00	0.00	0.00

Database:	HOPSPP	**Local Co-ordinate Reference:**	Well Lost Tank 30_19 Federal Com 11H
Company:	ENGINEERING DESIGNS	**TVD Reference:**	RKB=26.5' @ 3644.40ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	**MD Reference:**	RKB=26.5' @ 3644.40ft
Site:	LOST TANK 30-19 FED	**North Reference:**	Grid
Well:	Lost Tank 30_19 Federal Com 11H	**Survey Calculation Method:**	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,200.00	15.00	312.42	5,162.42	214.63	-234.86	-197.13	0.00	0.00	0.00
5,300.00	15.00	312.42	5,259.02	232.09	-253.97	-213.17	0.00	0.00	0.00
5,400.00	15.00	312.42	5,355.61	249.55	-273.07	-229.20	0.00	0.00	0.00
5,500.00	15.00	312.42	5,452.20	267.01	-292.18	-245.24	0.00	0.00	0.00
5,600.00	15.00	312.42	5,548.79	284.47	-311.29	-261.28	0.00	0.00	0.00
5,700.00	15.00	312.42	5,645.38	301.94	-330.40	-277.32	0.00	0.00	0.00
5,800.00	15.00	312.42	5,741.97	319.40	-349.51	-293.36	0.00	0.00	0.00
5,900.00	15.00	312.42	5,838.57	336.86	-368.61	-309.39	0.00	0.00	0.00
6,000.00	15.00	312.42	5,935.16	354.32	-387.72	-325.43	0.00	0.00	0.00
6,100.00	15.00	312.42	6,031.75	371.78	-406.83	-341.47	0.00	0.00	0.00
6,200.00	15.00	312.42	6,128.34	389.25	-425.94	-357.51	0.00	0.00	0.00
6,300.00	15.00	312.42	6,224.93	406.71	-445.05	-373.55	0.00	0.00	0.00
6,400.00	15.00	312.42	6,321.52	424.17	-464.15	-389.59	0.00	0.00	0.00
6,500.00	15.00	312.42	6,418.12	441.63	-483.26	-405.62	0.00	0.00	0.00
6,600.00	15.00	312.42	6,514.71	459.09	-502.37	-421.66	0.00	0.00	0.00
6,700.00	15.00	312.42	6,611.30	476.56	-521.48	-437.70	0.00	0.00	0.00
6,800.00	15.00	312.42	6,707.89	494.02	-540.59	-453.74	0.00	0.00	0.00
6,900.00	15.00	312.42	6,804.48	511.48	-559.69	-469.78	0.00	0.00	0.00
7,000.00	15.00	312.42	6,901.08	528.94	-578.80	-485.81	0.00	0.00	0.00
7,100.00	15.00	312.42	6,997.67	546.40	-597.91	-501.85	0.00	0.00	0.00
7,200.00	15.00	312.42	7,094.26	563.87	-617.02	-517.89	0.00	0.00	0.00
7,300.00	15.00	312.42	7,190.85	581.33	-636.13	-533.93	0.00	0.00	0.00
7,400.00	15.00	312.42	7,287.44	598.79	-655.23	-549.97	0.00	0.00	0.00
7,500.00	15.00	312.42	7,384.03	616.25	-674.34	-566.01	0.00	0.00	0.00
7,587.56	15.00	312.42	7,468.61	631.54	-691.07	-580.05	0.00	0.00	0.00
7,600.00	14.78	312.02	7,480.63	633.69	-693.44	-582.02	2.00	-1.82	-3.23
7,700.00	12.99	308.29	7,577.71	649.19	-711.73	-596.16	2.00	-1.79	-3.73
7,800.00	11.26	303.43	7,675.48	661.53	-728.70	-607.25	2.00	-1.72	-4.87
7,900.00	9.65	296.90	7,773.82	670.71	-744.33	-615.27	2.00	-1.61	-6.53
8,000.00	8.21	287.94	7,872.61	676.70	-758.60	-620.22	2.00	-1.44	-8.95
8,100.00	7.04	275.65	7,971.73	679.50	-771.49	-622.08	2.00	-1.17	-12.29
8,200.00	6.30	259.57	8,071.06	679.11	-782.98	-620.86	2.00	-0.74	-16.08
8,300.00	6.15	241.09	8,170.48	675.53	-793.06	-616.56	2.00	-0.15	-18.48
8,400.00	6.62	223.55	8,269.87	668.76	-801.73	-609.19	2.00	0.48	-17.54
8,500.00	7.61	209.45	8,369.11	658.81	-808.96	-598.74	2.00	0.99	-14.10
8,600.00	8.94	199.03	8,468.07	645.69	-814.75	-585.24	2.00	1.33	-10.42
8,700.00	10.49	191.46	8,566.63	629.42	-819.09	-568.70	2.00	1.54	-7.56
8,800.00	12.16	185.89	8,664.69	610.02	-821.98	-549.14	2.00	1.68	-5.57
8,900.00	13.92	181.68	8,762.10	587.52	-823.42	-526.59	2.00	1.76	-4.21
8,959.52	15.00	179.64	8,819.73	572.65	-823.58	-511.76	2.00	1.81	-3.43
9,000.00	19.05	179.64	8,858.44	560.81	-823.50	-499.94	10.00	10.00	0.00
9,100.00	29.05	179.64	8,949.64	520.11	-823.25	-459.37	10.00	10.00	0.00
9,200.00	39.05	179.64	9,032.39	464.19	-822.90	-403.62	10.00	10.00	0.00
9,300.00	49.05	179.64	9,104.18	394.75	-822.46	-334.40	10.00	10.00	0.00
9,400.00	59.05	179.64	9,162.81	313.91	-821.95	-253.80	10.00	10.00	0.00
9,500.00	69.05	179.64	9,206.52	224.11	-821.39	-164.27	10.00	10.00	0.00
9,600.00	79.05	179.64	9,233.97	128.08	-820.79	-68.54	10.00	10.00	0.00
9,700.00	89.05	179.64	9,244.32	28.75	-820.16	30.49	10.00	10.00	0.00
9,709.52	90.00	179.64	9,244.40	19.23	-820.10	39.97	10.00	10.00	0.00
9,800.00	90.00	179.64	9,244.40	-71.25	-819.53	130.18	0.00	0.00	0.00
9,900.00	90.00	179.64	9,244.40	-171.25	-818.91	229.87	0.00	0.00	0.00
10,000.00	90.00	179.64	9,244.40	-271.25	-818.28	329.56	0.00	0.00	0.00
10,100.00	90.00	179.64	9,244.40	-371.24	-817.65	429.26	0.00	0.00	0.00
10,200.00	90.00	179.64	9,244.40	-471.24	-817.02	528.95	0.00	0.00	0.00

Database:	HOPSPP	**Local Co-ordinate Reference:**	Well Lost Tank 30_19 Federal Com 11H
Company:	ENGINEERING DESIGNS	**TVD Reference:**	RKB=26.5' @ 3644.40ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	**MD Reference:**	RKB=26.5' @ 3644.40ft
Site:	LOST TANK 30-19 FED	**North Reference:**	Grid
Well:	Lost Tank 30_19 Federal Com 11H	**Survey Calculation Method:**	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
10,300.00	90.00	179.64	9,244.40	-571.24	-816.40	628.64	0.00	0.00	0.00
10,400.00	90.00	179.64	9,244.40	-671.24	-815.77	728.33	0.00	0.00	0.00
10,500.00	90.00	179.64	9,244.40	-771.24	-815.14	828.02	0.00	0.00	0.00
10,600.00	90.00	179.64	9,244.40	-871.23	-814.51	927.72	0.00	0.00	0.00
10,700.00	90.00	179.64	9,244.40	-971.23	-813.88	1,027.41	0.00	0.00	0.00
10,800.00	90.00	179.64	9,244.40	-1,071.23	-813.26	1,127.10	0.00	0.00	0.00
10,900.00	90.00	179.64	9,244.40	-1,171.23	-812.63	1,226.79	0.00	0.00	0.00
11,000.00	90.00	179.64	9,244.40	-1,271.23	-812.00	1,326.49	0.00	0.00	0.00
11,100.00	90.00	179.64	9,244.40	-1,371.23	-811.37	1,426.18	0.00	0.00	0.00
11,200.00	90.00	179.64	9,244.40	-1,471.22	-810.74	1,525.87	0.00	0.00	0.00
11,300.00	90.00	179.64	9,244.40	-1,571.22	-810.12	1,625.56	0.00	0.00	0.00
11,400.00	90.00	179.64	9,244.40	-1,671.22	-809.49	1,725.26	0.00	0.00	0.00
11,500.00	90.00	179.64	9,244.40	-1,771.22	-808.86	1,824.95	0.00	0.00	0.00
11,600.00	90.00	179.64	9,244.40	-1,871.22	-808.23	1,924.64	0.00	0.00	0.00
11,700.00	90.00	179.64	9,244.40	-1,971.21	-807.61	2,024.33	0.00	0.00	0.00
11,800.00	90.00	179.64	9,244.40	-2,071.21	-806.98	2,124.02	0.00	0.00	0.00
11,900.00	90.00	179.64	9,244.40	-2,171.21	-806.35	2,223.72	0.00	0.00	0.00
12,000.00	90.00	179.64	9,244.40	-2,271.21	-805.72	2,323.41	0.00	0.00	0.00
12,100.00	90.00	179.64	9,244.40	-2,371.21	-805.09	2,423.10	0.00	0.00	0.00
12,200.00	90.00	179.64	9,244.40	-2,471.20	-804.47	2,522.79	0.00	0.00	0.00
12,300.00	90.00	179.64	9,244.40	-2,571.20	-803.84	2,622.49	0.00	0.00	0.00
12,400.00	90.00	179.64	9,244.40	-2,671.20	-803.21	2,722.18	0.00	0.00	0.00
12,500.00	90.00	179.64	9,244.40	-2,771.20	-802.58	2,821.87	0.00	0.00	0.00
12,600.00	90.00	179.64	9,244.40	-2,871.20	-801.95	2,921.56	0.00	0.00	0.00
12,700.00	90.00	179.64	9,244.40	-2,971.19	-801.33	3,021.25	0.00	0.00	0.00
12,800.00	90.00	179.64	9,244.40	-3,071.19	-800.70	3,120.95	0.00	0.00	0.00
12,900.00	90.00	179.64	9,244.40	-3,171.19	-800.07	3,220.64	0.00	0.00	0.00
13,000.00	90.00	179.64	9,244.40	-3,271.19	-799.44	3,320.33	0.00	0.00	0.00
13,100.00	90.00	179.64	9,244.40	-3,371.19	-798.82	3,420.02	0.00	0.00	0.00
13,200.00	90.00	179.64	9,244.40	-3,471.18	-798.19	3,519.72	0.00	0.00	0.00
13,300.00	90.00	179.64	9,244.40	-3,571.18	-797.56	3,619.41	0.00	0.00	0.00
13,400.00	90.00	179.64	9,244.40	-3,671.18	-796.93	3,719.10	0.00	0.00	0.00
13,500.00	90.00	179.64	9,244.40	-3,771.18	-796.30	3,818.79	0.00	0.00	0.00
13,600.00	90.00	179.64	9,244.40	-3,871.18	-795.68	3,918.48	0.00	0.00	0.00
13,700.00	90.00	179.64	9,244.40	-3,971.17	-795.05	4,018.18	0.00	0.00	0.00
13,800.00	90.00	179.64	9,244.40	-4,071.17	-794.42	4,117.87	0.00	0.00	0.00
13,900.00	90.00	179.64	9,244.40	-4,171.17	-793.79	4,217.56	0.00	0.00	0.00
14,000.00	90.00	179.64	9,244.40	-4,271.17	-793.16	4,317.25	0.00	0.00	0.00
14,100.00	90.00	179.64	9,244.40	-4,371.17	-792.54	4,416.95	0.00	0.00	0.00
14,200.00	90.00	179.64	9,244.40	-4,471.16	-791.91	4,516.64	0.00	0.00	0.00
14,300.00	90.00	179.64	9,244.40	-4,571.16	-791.28	4,616.33	0.00	0.00	0.00
14,400.00	90.00	179.64	9,244.40	-4,671.16	-790.65	4,716.02	0.00	0.00	0.00
14,500.00	90.00	179.64	9,244.40	-4,771.16	-790.03	4,815.72	0.00	0.00	0.00
14,600.00	90.00	179.64	9,244.40	-4,871.16	-789.40	4,915.41	0.00	0.00	0.00
14,700.00	90.00	179.64	9,244.40	-4,971.15	-788.77	5,015.10	0.00	0.00	0.00
14,800.00	90.00	179.64	9,244.40	-5,071.15	-788.14	5,114.79	0.00	0.00	0.00
14,900.00	90.00	179.64	9,244.40	-5,171.15	-787.51	5,214.48	0.00	0.00	0.00
15,000.00	90.00	179.64	9,244.40	-5,271.15	-786.89	5,314.18	0.00	0.00	0.00
15,100.00	90.00	179.64	9,244.40	-5,371.15	-786.26	5,413.87	0.00	0.00	0.00
15,200.00	90.00	179.64	9,244.40	-5,471.14	-785.63	5,513.56	0.00	0.00	0.00
15,300.00	90.00	179.64	9,244.40	-5,571.14	-785.00	5,613.25	0.00	0.00	0.00
15,400.00	90.00	179.64	9,244.40	-5,671.14	-784.37	5,712.95	0.00	0.00	0.00
15,500.00	90.00	179.64	9,244.40	-5,771.14	-783.75	5,812.64	0.00	0.00	0.00
15,600.00	90.00	179.64	9,244.40	-5,871.14	-783.12	5,912.33	0.00	0.00	0.00

Database:	HOPSPP	**Local Co-ordinate Reference:**	Well Lost Tank 30_19 Federal Com 11H
Company:	ENGINEERING DESIGNS	**TVD Reference:**	RKB=26.5' @ 3644.40ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	**MD Reference:**	RKB=26.5' @ 3644.40ft
Site:	LOST TANK 30-19 FED	**North Reference:**	Grid
Well:	Lost Tank 30_19 Federal Com 11H	**Survey Calculation Method:**	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
15,700.00	90.00	179.64	9,244.40	-5,971.13	-782.49	6,012.02	0.00	0.00	0.00
15,800.00	90.00	179.64	9,244.40	-6,071.13	-781.86	6,111.71	0.00	0.00	0.00
15,900.00	90.00	179.64	9,244.40	-6,171.13	-781.24	6,211.41	0.00	0.00	0.00
16,000.00	90.00	179.64	9,244.40	-6,271.13	-780.61	6,311.10	0.00	0.00	0.00
16,100.00	90.00	179.64	9,244.40	-6,371.13	-779.98	6,410.79	0.00	0.00	0.00
16,200.00	90.00	179.64	9,244.40	-6,471.12	-779.35	6,510.48	0.00	0.00	0.00
16,300.00	90.00	179.64	9,244.40	-6,571.12	-778.72	6,610.18	0.00	0.00	0.00
16,400.00	90.00	179.64	9,244.40	-6,671.12	-778.10	6,709.87	0.00	0.00	0.00
16,500.00	90.00	179.64	9,244.40	-6,771.12	-777.47	6,809.56	0.00	0.00	0.00
16,600.00	90.00	179.64	9,244.40	-6,871.12	-776.84	6,909.25	0.00	0.00	0.00
16,700.00	90.00	179.64	9,244.40	-6,971.11	-776.21	7,008.95	0.00	0.00	0.00
16,800.00	90.00	179.64	9,244.40	-7,071.11	-775.58	7,108.64	0.00	0.00	0.00
16,900.00	90.00	179.64	9,244.40	-7,171.11	-774.96	7,208.33	0.00	0.00	0.00
17,000.00	90.00	179.64	9,244.40	-7,271.11	-774.33	7,308.02	0.00	0.00	0.00
17,100.00	90.00	179.64	9,244.40	-7,371.11	-773.70	7,407.71	0.00	0.00	0.00
17,200.00	90.00	179.64	9,244.40	-7,471.10	-773.07	7,507.41	0.00	0.00	0.00
17,300.00	90.00	179.64	9,244.40	-7,571.10	-772.45	7,607.10	0.00	0.00	0.00
17,400.00	90.00	179.64	9,244.40	-7,671.10	-771.82	7,706.79	0.00	0.00	0.00
17,500.00	90.00	179.64	9,244.40	-7,771.10	-771.19	7,806.48	0.00	0.00	0.00
17,600.00	90.00	179.64	9,244.40	-7,871.10	-770.56	7,906.18	0.00	0.00	0.00
17,700.00	90.00	179.64	9,244.40	-7,971.10	-769.93	8,005.87	0.00	0.00	0.00
17,800.00	90.00	179.64	9,244.40	-8,071.09	-769.31	8,105.56	0.00	0.00	0.00
17,900.00	90.00	179.64	9,244.40	-8,171.09	-768.68	8,205.25	0.00	0.00	0.00
18,000.00	90.00	179.64	9,244.40	-8,271.09	-768.05	8,304.94	0.00	0.00	0.00
18,100.00	90.00	179.64	9,244.40	-8,371.09	-767.42	8,404.64	0.00	0.00	0.00
18,200.00	90.00	179.64	9,244.40	-8,471.09	-766.79	8,504.33	0.00	0.00	0.00
18,300.00	90.00	179.64	9,244.40	-8,571.08	-766.17	8,604.02	0.00	0.00	0.00
18,400.00	90.00	179.64	9,244.40	-8,671.08	-765.54	8,703.71	0.00	0.00	0.00
18,500.00	90.00	179.64	9,244.40	-8,771.08	-764.91	8,803.41	0.00	0.00	0.00
18,600.00	90.00	179.64	9,244.40	-8,871.08	-764.28	8,903.10	0.00	0.00	0.00
18,700.00	90.00	179.64	9,244.40	-8,971.08	-763.66	9,002.79	0.00	0.00	0.00
18,800.00	90.00	179.64	9,244.40	-9,071.07	-763.03	9,102.48	0.00	0.00	0.00
18,900.00	90.00	179.64	9,244.40	-9,171.07	-762.40	9,202.17	0.00	0.00	0.00
19,000.00	90.00	179.64	9,244.40	-9,271.07	-761.77	9,301.87	0.00	0.00	0.00
19,100.00	90.00	179.64	9,244.40	-9,371.07	-761.14	9,401.56	0.00	0.00	0.00
19,200.00	90.00	179.64	9,244.40	-9,471.07	-760.52	9,501.25	0.00	0.00	0.00
19,300.00	90.00	179.64	9,244.40	-9,571.06	-759.89	9,600.94	0.00	0.00	0.00
19,400.00	90.00	179.64	9,244.40	-9,671.06	-759.26	9,700.64	0.00	0.00	0.00
19,500.00	90.00	179.64	9,244.40	-9,771.06	-758.63	9,800.33	0.00	0.00	0.00
19,600.00	90.00	179.64	9,244.40	-9,871.06	-758.00	9,900.02	0.00	0.00	0.00
19,700.00	90.00	179.64	9,244.40	-9,971.06	-757.38	9,999.71	0.00	0.00	0.00
19,800.00	90.00	179.64	9,244.40	-10,071.05	-756.75	10,099.41	0.00	0.00	0.00
19,900.00	90.00	179.64	9,244.40	-10,171.05	-756.12	10,199.10	0.00	0.00	0.00
20,000.00	90.00	179.64	9,244.40	-10,271.05	-755.49	10,298.79	0.00	0.00	0.00
20,100.00	90.00	179.64	9,244.40	-10,371.05	-754.87	10,398.48	0.00	0.00	0.00
20,161.55	90.00	179.64	9,244.40	-10,432.60	-754.48	10,459.85	0.00	0.00	0.00

Database:	HOPSPP	**Local Co-ordinate Reference:**	Well Lost Tank 30_19 Federal Com 11H
Company:	ENGINEERING DESIGNS	**TVD Reference:**	RKB=26.5' @ 3644.40ft
Project:	PRD NM DIRECTIONAL PLANS (NAD 1983)	**MD Reference:**	RKB=26.5' @ 3644.40ft
Site:	LOST TANK 30-19 FED	**North Reference:**	Grid
Well:	Lost Tank 30_19 Federal Com 11H	**Survey Calculation Method:**	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Permitting Plan		

Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
FTP (Lost Tank 30_19 - plan hits target center - Point	0.00	0.00	9,244.40	19.23	-820.10	503,960.68	730,138.49	32° 23' 2.303436 N	103° 43' 18.180531
PBHL (Lost Tank - plan hits target center - Point	0.00	0.00	9,244.40	-10,432.60	-754.48	493,509.39	730,204.11	32° 21' 18.881380 N	103° 43' 18.111885

Plan Annotations

Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates +N/-S (ft)	Local Coordinates +E/-W (ft)	Comment
3,598.00	3,598.00	0.00	0.00	Build 2.00°/100'
4,348.09	4,339.55	65.87	-72.08	Hold 15.00° Tangent
7,587.56	7,468.61	631.54	-691.07	Turn 2.00°/100'
8,959.52	8,819.73	572.65	-823.58	KOP, Build 10.00°/100'
9,709.52	9,244.40	19.23	-820.10	Landing Point
20,161.55	9,244.40	-10,432.60	-754.48	TD at 20161.55' MD

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: LOST TANK 30-19 FED
Well: Lost Tank 30_19 Federal Com 11H
Wellbore: Wellbore #1
Design: Permitting Plan

PROJECT DETAILS: NM DIRECTIONAL PLANS (NAD 1983)

Geodetic System: US State Plane 1983
Datum: North American Datum 1983
Ellipsoid: GRS 1980
Zone: New Mexico Eastern Zone

System Datum: Mean Sea Level

Azimuths to Grid North
True North: -0.33°
Magnetic North: 6.47°

Magnetic Field
Strength: 48077.3snT
Dip Angle: 60.13°
Date: 4/18/2019
Model: HDGM

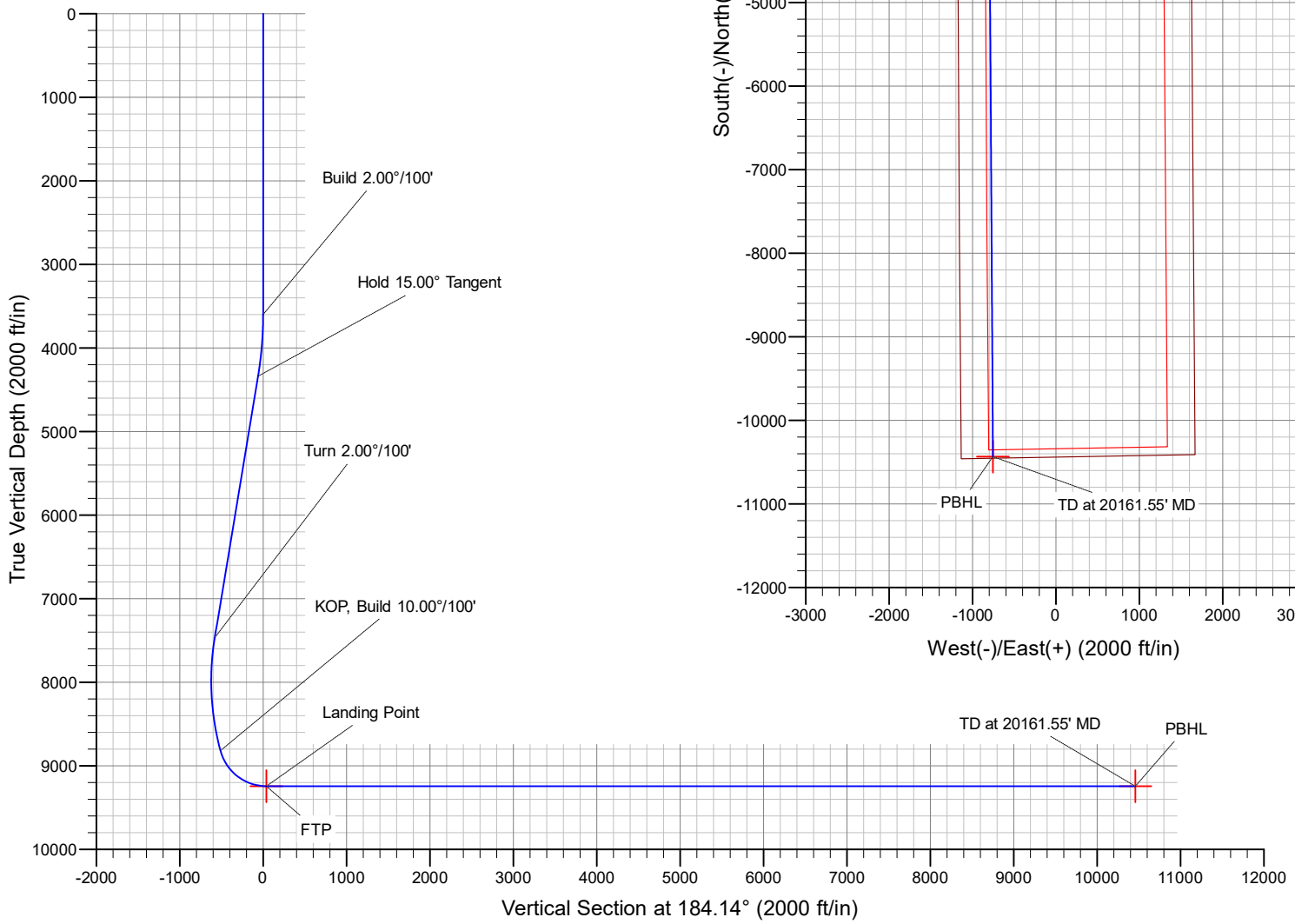
WELL DETAILS: Lost Tank 30_19 Federal Com 11H

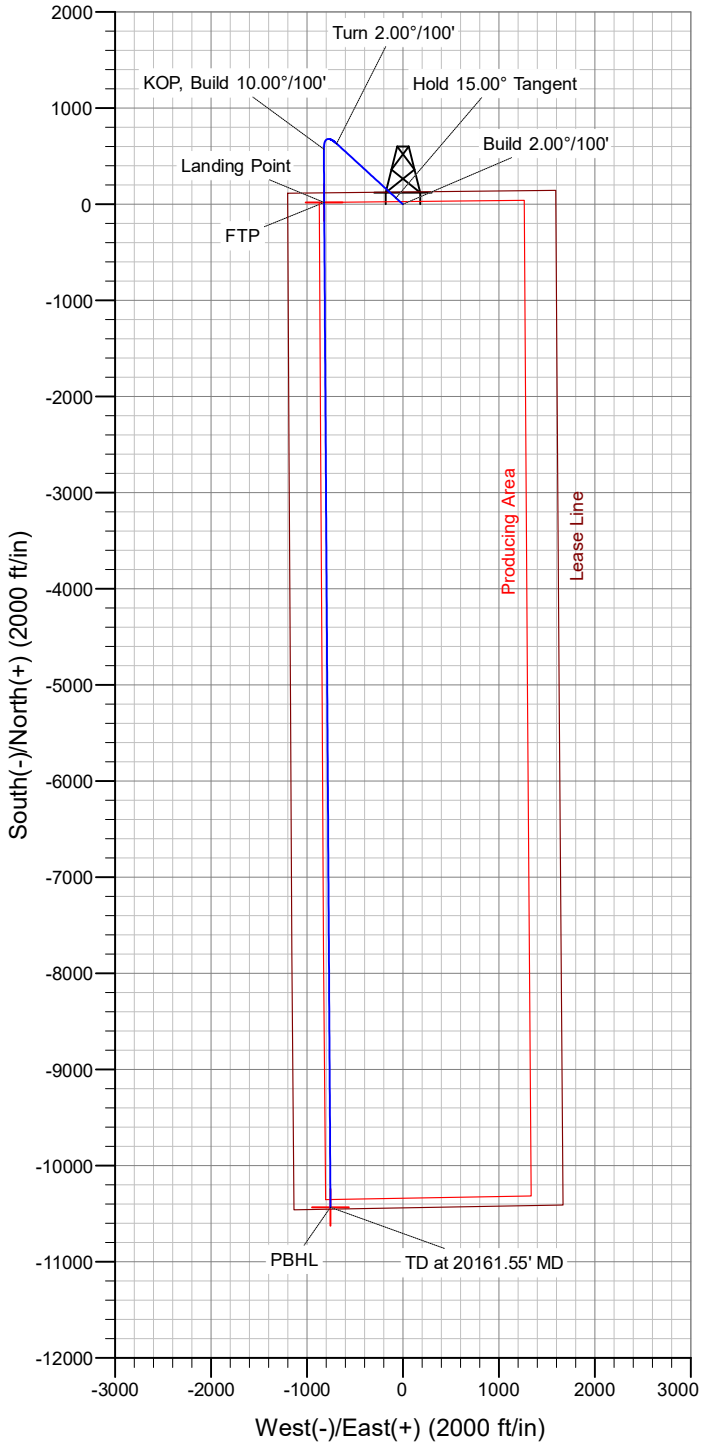
Ground Level: 3617.90

+N/-S	+E/-W	Northing	Easting	Latitude	Longitude
0.00	0.00	503941.45	730958.55	32° 23' 2.066654 N	103° 43' 8.618654 W

SECTION DETAILS

MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Annotation
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3598.00	0.00	0.00	3598.00	0.00	0.00	0.00	0.00	0.00	Build 2.00°/100'
4348.09	15.00	312.42	4339.55	65.87	-72.08	2.00	312.42	-60.50	Hold 15.00° Tangent
7587.56	15.00	312.42	7468.60	631.54	-691.07	0.00	0.00	-580.05	Turn 2.00°/100'
8959.52	15.00	179.64	8819.73	572.65	-823.58	2.00	-155.66	-511.76	KOP, Build 10.00°/100'
9709.52	90.00	179.64	9244.40	19.23	-820.10	10.00	0.00	39.97	Landing Point
20161.55	90.00	179.64	9244.40	-10432.60	-754.48	0.00	0.00	10459.85	TD at 20161.55' MD





PECOS DISTRICT
SURFACE USE
CONDITIONS OF APPROVAL

Lost Tank 30-19 Federal Com 1H	128 FNL and 1,235 FWL	Section 19, Township 22 South, Range 32 East*	BLM
Lost Tank 30-19 Federal Com 11H	128 FNL and 1,200 FWL		
Lost Tank 30-19 Federal Com 32H	128 FNL and 1,335 FWL		
Lost Tank 30-19 Federal Com 33H	128 FNL and 1,370 FWL		
Lost Tank 30-19 Federal Com 41H	128 FNL and 1,300 FWL		
Lost Tank 30-19 Federal Com 71H	128 FNL and 1,270 FWL		
Lost Tank 30-19 Federal Com 72H	128 FNL and 1,405 FWL		

FNL = feet from north line; FWL = feet from west line

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken: Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Timing Limitation Exceptions:
The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

- The entirety of the well pads would be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pads. Topsoil would not be used to construct the berm. No water flow from the uphill side(s) of the pads would be allowed to enter the well pads. The berm would be maintained through the life of the wells and after interim reclamation has been completed.
- Any water erosion that may occur due to the construction of the well pad or facilities during the life of the project would be quickly corrected, and proper measures would be taken to prevent future erosion.
- Stockpiling of topsoil would be required. The topsoil would be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and would not be used for berming or erosion control.
- Energy dissipation and filtration devices (e.g., certified weed-free hay/straw bales and silt fence) would be used to reduce the velocity of the discharged water and thereby reduce potential for erosion.

Cattleguards

Where a permanent cattleguard is approved, an appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s). Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations. A gate shall be constructed on one side of the cattleguard and fastened securely to H-braces.

Fence Requirement
Where entry granted across a fence line, the fence must be braced and tied off on both sides of the passageway prior to cutting. Once the work is completed, the fence will be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fence(s).

Livestock Watering Requirement
Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

Measures to minimize impacts to potash mineral reserves have been considered during the BLM's planning process by establishment of the Martha Deep Drill Island. No additional special mitigation or requirements have been identified by the BLM.

BLM Report
No.19-5471

NOTICE OF STIPULATIONS

Historic properties in the vicinity of this project are protected by federal law. In order to ensure that they are not damaged or destroyed by construction activities, the project proponent and construction supervisors shall ensure that the following stipulations are implemented.

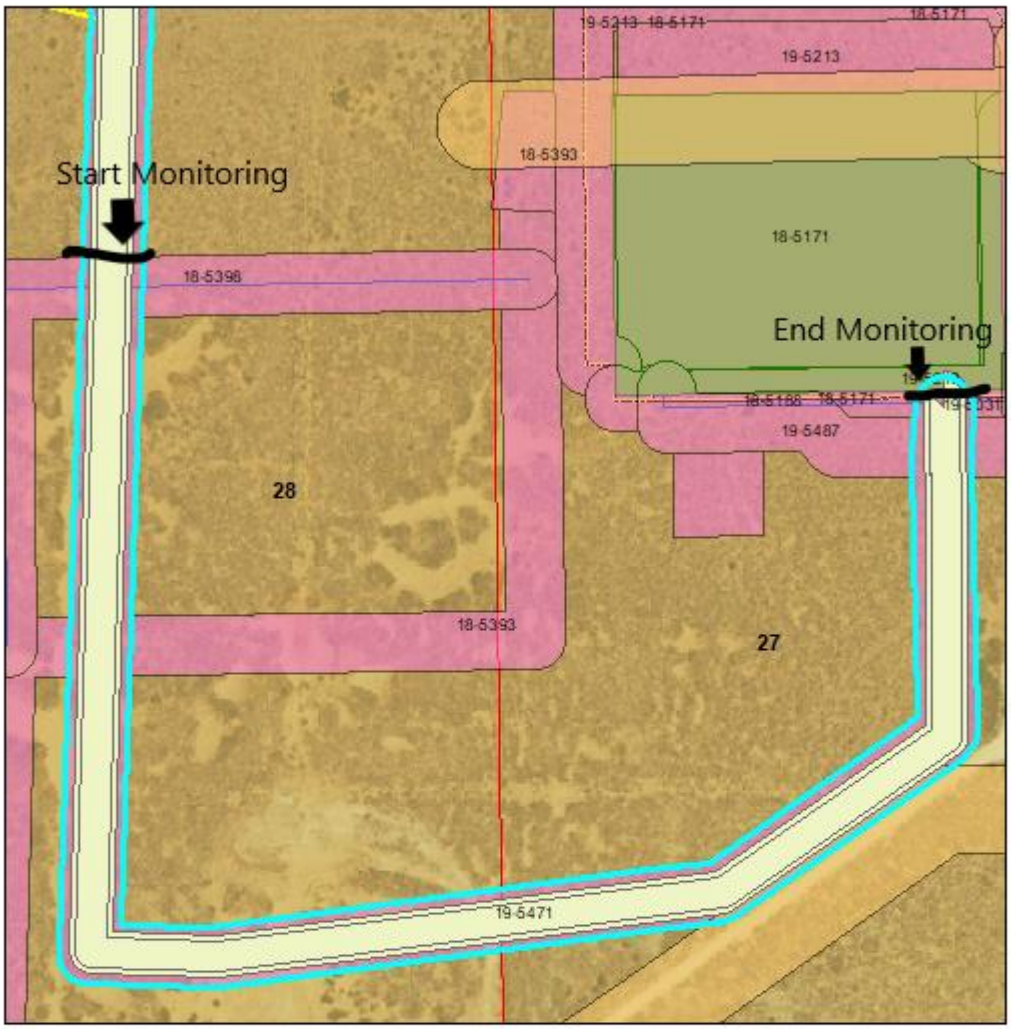
Project Name:	Lost Tank 30_19
	1). A 3-day preconstruction call-in notification.
Required	***2. Professional archaeological monitoring***. Contact your BLM project archaeologist at for assistance.
A. ☒	These stipulations must be given to your monitor at least **3 days** prior to the start of construction.
B. ☒	No construction, including vegetation removal or other site prep may begin prior to the arrival of the monitor.
	3. Cultural site barrier fencing. (Your monitor will assist you).
A. ☐	**A temporary site protection barrier**(s) shall be erected prior to all ground-disturbing activities. The minimum barrier(s) shall consist of upright wooden survey lath spaced no more than ten (10) feet apart and marked with blue ribbon flagging or blue paint. There shall be no construction activities or vehicular traffic past the barrier(s) at any time.
B. ☐	**A permanent, 4-strand barbed wire fence** strung on standard "T-posts" shall be erected prior to all ground-disturbing activities. No construction activities or vehicle traffic are allowed past the fence.
Required	***4. The archaeological monitor shall:***
A. ☒	Because of sensitive archeological resources found within close proximity to a portion of the proposed project, an archaeological monitor should be on site when the ROW is cleared and the pipeline trench is constructed within the area marked on the map below (T22S R32E Sections 28, 27).
B. ☐	
C. ☒	Turn in a monitoring report within 30 days of finishing up monitoring of the proposed projects construction state above.
D. ☐	
	If subsurface cultural resources are encountered during the monitoring, all activities shall cease and a BLM-CFO archaeologist shall be notified immediately.
Other:	**IF THE CONTRACT ARCHAEOLOGIST DOES NOT KNOW WHERE THE SITE(S) ARE LOCATED AT PLEASE COME BY THE CARLSBAD BLM AND MAPS AND OTHER DATA WILL BE PROVIDED UPON REQUEST TO THE CONTRACT ARCHAEOLOGIST**

Site Protection and Employee Education: It is the responsibility of the project proponent and his construction supervisor to inform all employees and subcontractors that cultural and archaeological sites are to be avoided by all personnel, vehicles, and equipment; and that it is illegal to collect, damage, or disturb cultural resources on Public Lands.

For assistance contact: Aaron Whaley (575) 234-5986
Elia Perez (575)-234-6231

Approval Date: 10/23/2020

Lost Tank 30-19 Monitoring Map



Legend

Oxy_Lost_Tank_30_19_1H_Project_Footprint_20190612

0 0.0125 0.025 0.05 0.075 0.1 Miles

N

Approval Date: 10/23/2020

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing
The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width
The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing
Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning
Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching
Ditching shall be required on both sides of the road.

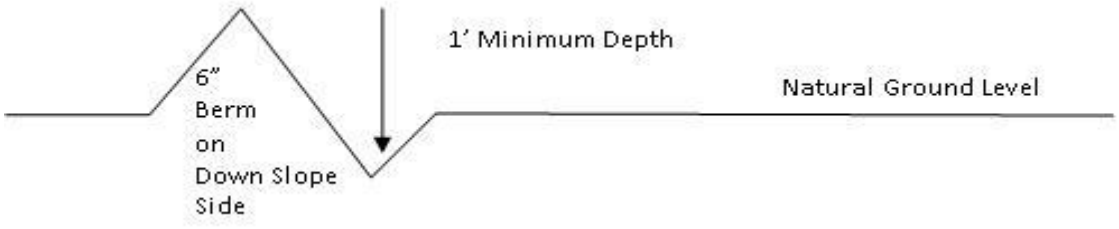
Turnouts
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope: $\frac{400'}{4\%} + 100' = 200'$ lead-off ditch interval

Cattle guards
An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement
Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Livestock Watering Requirement
Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

1. Salvage topsoil
2. Construct road
3. Redistribute topsoil
4. Revegetate slopes

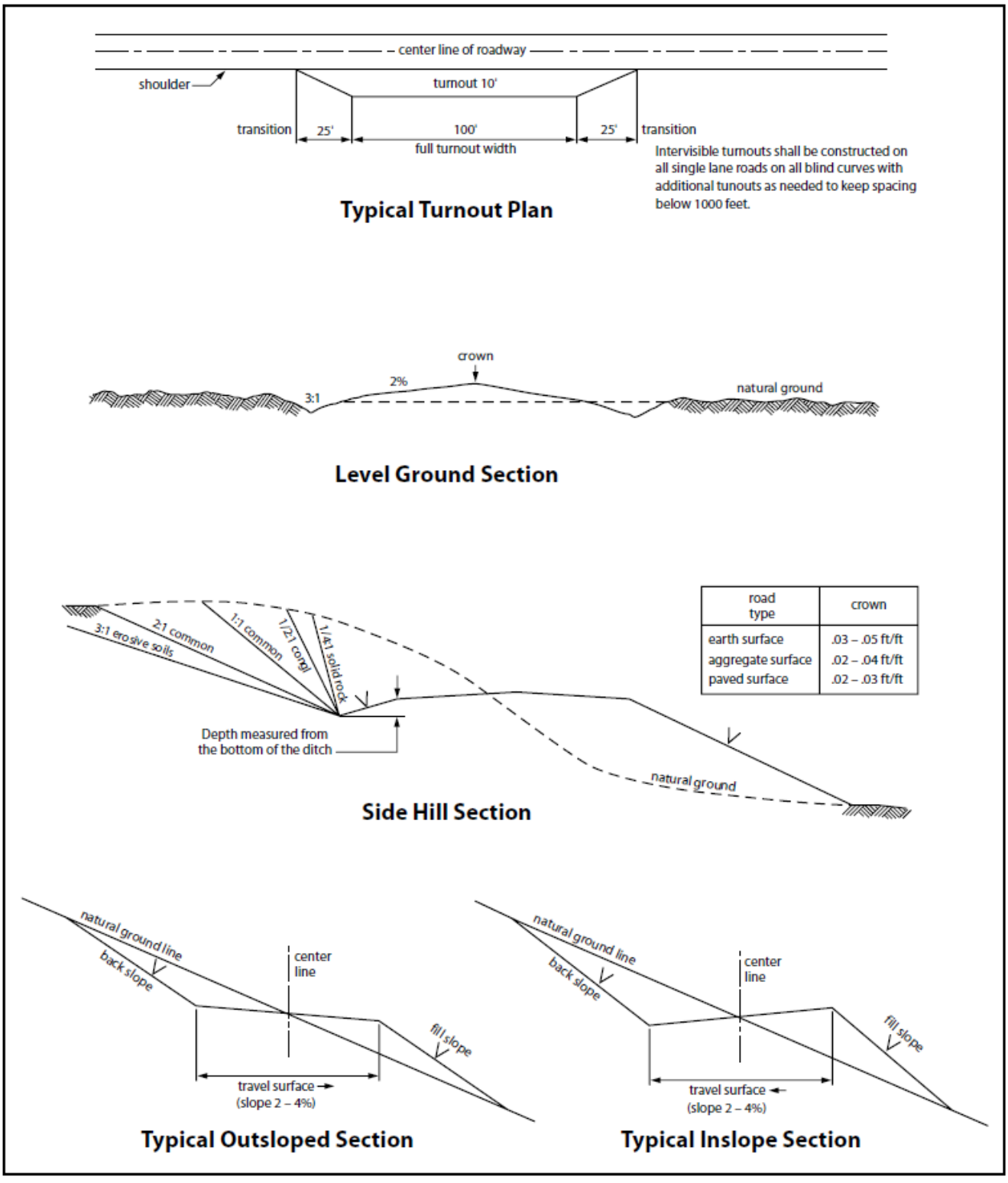


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities
Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)
Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening
The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures
The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone*.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement
All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of **36** inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be **30** feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed **20** feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation*.)

- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed **30** feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)

- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately ___6___ inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

( ) seed mixture 1	( ) seed mixture 3
( ) seed mixture 2	( ) seed mixture 4
(X) seed mixture 2/LPC	( ) Aplomado Falcon Mixture

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

18. Escape Ramps - The operator will construct and maintain pipeline/utility trenches that are not otherwise fenced, screened, or netted to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or

other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:
Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Timing Limitation Exceptions:
The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.

5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006 . The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

6. The holder shall minimize disturbance to existing fences and other improvements on

public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.

8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.

9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:
- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken: Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must

be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	lb/acre
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

*Pounds of pure live seed:

Pounds of seed **x** percent purity **x** percent germination = pounds pure live seed

PECOS DISTRICT
DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	OXY USA INCORPORATED
WELL NAME & NO.:	LOST TANK 30-19 FEDERAL COM 11H
SURFACE HOLE FOOTAGE:	128'/N & 1200'/W
BOTTOM HOLE FOOTAGE	20'/S & 380'/W
LOCATION:	Section 19, T.22 S., R.32 E., NMP
COUNTY:	Lea County, New Mexico

COA

H2S	○ Yes	◉ No	
Potash	◉ None	○ Secretary	○ R-111-P
Cave/Karst Potential	◉ Low	○ Medium	○ High
Cave/Karst Potential	○ Critical		
Variance	○ None	◉ Flex Hose	○ Other
Wellhead	○ Conventional	○ Multibowl	◉ Both
Other	☐ 4 String Area	☐ Capitan Reef	☐ WIPP
Other	☑ Fluid Filled	☐ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	☑ COM	☐ Unit

A. HYDROGEN SULFIDE

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.

B. CASING

Casing Design:

1. The **13-3/8** inch surface casing shall be set at approximately **920** feet (a minimum of **25 feet (Lea County)** into the Rustler Anhydrite and above the salt) and cemented to the surface.

    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 will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
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.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The **9-5/8** inch intermediate casing shall be set at approximately **4650** feet. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:

Option 1 (Single Stage):

- 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 or potash.**

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.

b. Second stage above DV tool:

- Cement to surface. If cement does not circulate, contact the appropriate BLM office.
  Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

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

Option 1 (Single Stage):

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.

b. Second stage above DV tool:

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification. **Excess calculates to 16% - additional cement might be required.**

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

2.

Option 1:

a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.

b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **3000 (3M)** psi.

Option 2:

1. 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 **3000 (3M)** 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. 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.
e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

Offline Cementing

- Contact the BLM prior to the commencement of any offline cementing procedure.

BOP Break Testing Variance

- BOP break testing is not permitted on this well.

GENERAL 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

☒ Lea County
Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.

   a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
   b. When the operator proposes to set surface casing with Spudder Rig
      - Notify the BLM when moving in and removing the Spudder Rig.
      - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
      - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.

2. 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 are located, this does not include the dog house or stairway area.

3. 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.

A. CASING

1. 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.

2. Wait on cement (WOC) for Potash Areas: 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 for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

3. 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 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.

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

6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.

7. 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.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. 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. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. 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.

3. 5M or higher 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.

4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:

    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. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
    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.

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. In potash areas, 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. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).

c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

d. 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.

e. The results of the test shall be reported to the appropriate BLM office.

f. 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.

g. 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.

h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. 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 area.

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

NMK07092020

Permian Drilling
Hydrogen Sulfide Drilling Operations Plan
Lost Tank 30-19 Fed Com 11H

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

1. Escape

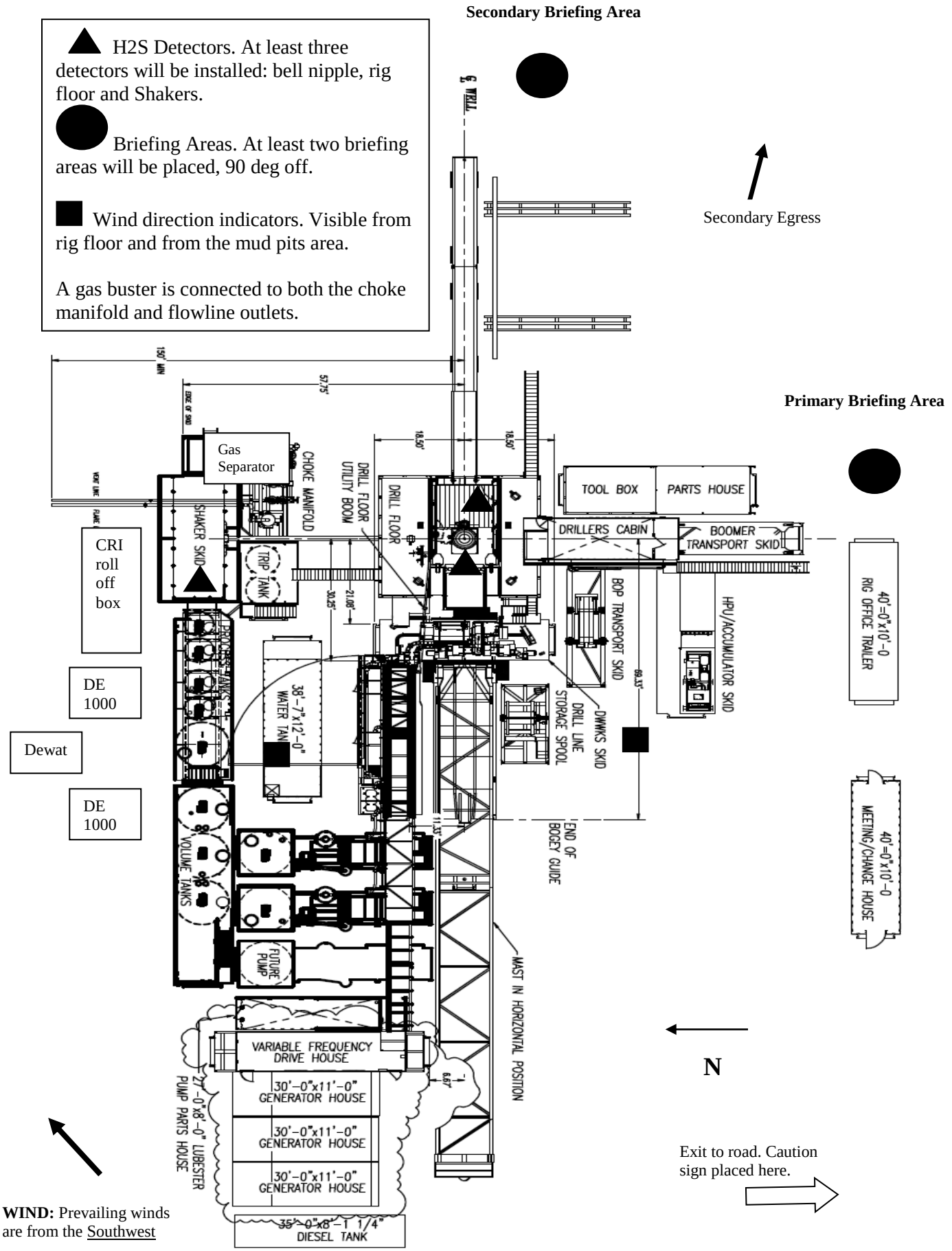
   Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction,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

▲ H2S Detectors. At least three detectors will be installed: bell nipple, rig floor and Shakers.

● Briefing Areas. At least two briefing areas will be placed, 90 deg off.

■ Wind direction indicators. Visible from rig floor and from the mud pits area.

A gas buster is connected to both the choke manifold and flowline outlets.



WIND: Prevailing winds are from the Southwest

Permian Drilling
Hydrogen Sulfide Drilling Operations Plan
Lost Tank 30_19 Fed Com 21H

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 Southeast 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.

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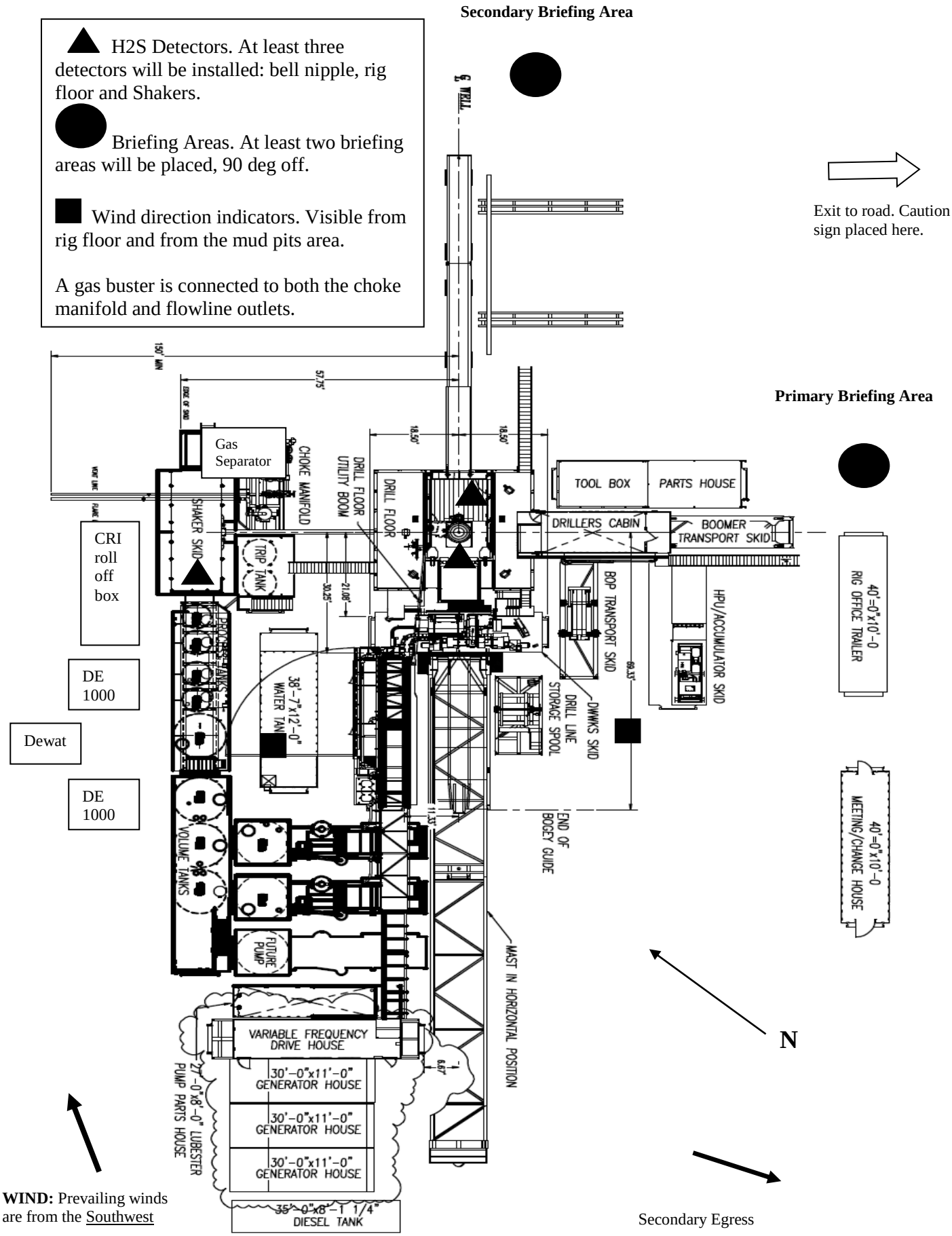


OXY Permian Delaware NM Basin Drilling & Completions Incident Reporting

OXY Permian Crisis Team Hotline Notification

Person	Location	Office Phone	Cell/Mobile Phone
Drilling & Completions Department			
Drilling & Completions Manager: John Willis	Houston	(713) 366-5556	(713) 259-1417
Drilling Superintendent: Simon Benavides	Houston	(713) 215-7403	(832) 528-3547
Completions Superintendent: Chris Winter	Houston	(713) 366-5212	(806) 239-8774
Drilling Eng. Supervisor: Diego Tellez	Houston	(713) 350-4602	(713) 303-4932
Drilling Eng. Supervisor: Randy Neel	Houston	(713) 215-7987	(713) 517-5544
Completions Eng. Supervisor: Evan Hinkel	Houston	(713) 366-5436	(281) 236-6153
Drilling & Completions HES Lead. Ryan Green	Houston	713-336-5753	281-520-5216
Drilling & Completions HES Advisor:Kenny Williams	Carlsbad	(432) 686-1434	(337) 208-0911
Drilling & Completions HES Advisor:Kyle Holden	Carlsbad	(432) 686-1435	(661) 369-5328
Drilling & Completions HES Advisor Sr:Dave Schmidt	Carlsbad		(559) 310-8572
Drilling & Completions HES Advisor. :Seth Doyle	Carlsbad		(337) 499-0756
HES / Enviromental & Regulatory Department	Location	Office	Cell Phone
Jon Hamil-HES Manager	Houston	(713) 497-2494	(832) 537-9885
Mark Birk-HES Manager	Houston	(713) 350-4615	(949) 413-3127
Austin Tramell	Midland	(432) 699-4208	(575) 499-4919
Rico Munoz	Midland	(432) 699-8366	(432) 803-4116
Amber DuckWorth	Midland		(832) 966-1879
Kelley Montgomery- Regulatory Manager	Houston	(713) 366-5716	(832) 454-8137
Sandra Musallam -Regulatory Lead	Houston	+1 (713) 366-5106	+1 (713) 504-8577
Bishop, Steve-DOT Pipeline Coordinator	Midland	432-685-5614	
Wilson, Dusty-Safety Advisor	Midland	432-685-5771	(432) 254-2336
John W Dittrich Eniromental Advisor	Midland		(575) 390-2828
William (Jack) Calhoun-Environmental Lead	Houston	+713 (350) 4906	(281) 917-8571
Robert Barrow-Risk Engineer Manager	Houston	(713) 366-5611	(832) 867-5336
Sarah Holmes-HSE Cordinator	Midland	432-685-5758	
Administrative	Location	Office	
Sarah Holmes	Midland	432-685-5830	
Robertson, Debbie	Midland	432-685-5812	
Laci Hollaway	Midland	(432) 685-5716	(432) 631-6341
Administrative	Location	Office	
Rosalinda Escajeda	Midland	432-685-5831	

Person	Location	Office Phone	Cell/Mobile Phone
Moreno, Leslie (contract)	Hobbs	575-397-8247	
Sehon, Angela (contractor)	Levelland	806-894-8347	
Vasquez, Claudia (contractor)	North Cowden	432-385-3120	
XstremeMD	Location	Office	
Medical Case Management	Orla, TX	(337) 205-9314	
Axiom Medical Consulting	Location	Office	
Medical Case Management		(877) 502-9466	
Regulatory Agencies			
Bureau of Land Management	Carlsbad, NM	(505) 887-6544	
Bureau of Land Management	Hobbs, NM	(505) 393-3612	
Bureau of Land Management	Roswell, NM	(505) 393-3612	
Bureau of Land Management	Santa Fe, NM	(505) 988-6030	
DOT Juisdictional Pipelines-Incident Reporting New Mexico Public Regulaion Commission	Santa Fe, NM	(505) 827-3549 (505) 490-2375	
DOT Juisdictional Pipelines-Incident Reporting Texas Railroad Commission	Austin, TX	(512) 463-6788	
EPA Hot Line	Dallas, Texas	(214) 665-6444	
Federal OSHA, Area Office	Lubbock, Texas	(806) 472-7681	
National Response Center	Washington, D. C.	(800) 424-8802	
National Infrastructure Coordinator Center		(202) 282-9201	
New Mexico Air Quality Bureau	Santa Fe, NM	(505) 827-1494	
New Mexico Oil Conservation Division	Artesia, NM	(505) 748-1283	After Hours (505) 370-7545
New Mexico Oil Conservation Division	Hobbs, NM	(505) 393-6161	
New Mexico Oil Conservation Division	Santa Fe, NM	(505) 471-1068	
New Mexico OCD Environmental Bureau	Santa Fe, NM	(505) 476-3470	
New Mexico Environmental Department	Hobbs, NM	(505) 827-9329	
NM State Emergency Response Center	Santa Fe, NM	(505) 827-9222	
Railroad Commission of TX	District 1 San Antonio,	(210) 227-1313	
Railroad Commission of TX	District 7C San Angelo	(325) 657-7450	
Railroad Commission of TX	District 8, 8A Midland	(432) 684-5581	
Texas Emergency Response Center	Austin, TX	(512) 463-7727	
TCEQ Air	Region 2 Lubbock, TX	(806) 796-3494	
TCEQ Water/Waste/Air	Region 3 Abilene, TX	(325) 698-9674	
TCEQ Water/Waste/Air	Region 7 Midland, TX	(432) 570-1359	
TCEQ Water/Waste/Air	Region 9 San Antonio,	(512) 734-7981	
TCEQ Water/Waste/Air	Region 8 San Angelo	(325) 655-9479	
Medical Facilities			
Abernathy Medical Clinic	Abernathy, TX	(806) 298-2524	
Alliance Hospital	Odessa, TX	(432) 550-1000	
Artesia General Hospital	Artesia, NM	(505) 748-3333	
Brownfield Regional Medical Center	Brownfield, TX	(806) 637-3551	

Person	Location	Office Phone	Cell/Mobile Phone
Cogdell Memorial Hospital	Snyder, TX	(325) 573-6374	
Covenant Hospital Levelland	Levelland, TX	(806) 894-4963	
Covenant Medical Center	Lubbock, TX	(806) 725-1011	
Covenant Medical Center Lakeside	Lubbock, TX	(806) 725-6000	
Covenant Family Health	Synder, TX	(325) 573-1300	
Crockett County Hospital	Ozona, TX	(325) 392-2671	
Guadalupe Medical Center	Carlsbad, NM	(505) 887-6633	
Lea Regional Hospital	Hobbs, NM	(505) 492-5000	
McCamey Hospital	McCamey, TX	(432) 652-8626	
Medical Arts Hospital	Lamesa, TX	(806) 872-2183	
Medical Center Hospital	Odessa, TX	(432) 640-4000	
Medi Center Hospital	San Angelo, TX	(325) 653-6741	
Memorial Hospital	Ft. Stockton	(432) 336-2241	
Memorial Hospital	Seminole, TX	(432) 758-5811	
Midland Memorial Hospital	Midland, TX	(432) 685-1111	
Nor-Lea General Hospital	Lovington, NM	(505) 396-6611	
Odessa Regional Hospital	Odessa, TX	(432) 334-8200	
Permian General Hospital	Andrews, TX	(432) 523-2200	
Reagan County Hospital	Big Lake, TX	(325) 884-2561	
Reeves County Hospital	Pecos, TX	(432) 447-3551	
Shannon Medical Center	San Angelo, TX	(325) 653-6741	
Union County General Hospital	Clayton, NM	(505) 374-2585	
University Medical Center	Lubbock, TX	(806) 725-8200	
Val Verde Regional Medical Center	Del Rio, TX	(830) 775-8566	
Ward Memorial Hospital	Monahans, TX	(432) 943-2511	
Yoakum County Hospital	Denver City, TX	(806) 592-5484	
Law Enforcement - Sheriff			
Andrews Cty Sheriff's Department	Andrews County(Andr	(432) 523-5545	
Crane Cty Sheriff's Department	Crane, County (Crane)	(432) 558-3571	
Crockett Cty Sheriff's Department	Crockett County (Ozor	(325) 392-2661	
Dawson Cty Sheriff's Department	Dawson County (Lame	(806) 872-7560	
Ector Cty Sheriff's Department	Ector County (Odessa)	(432) 335-3050	
Eddy Cty Sheriff's Department	Eddy County (Artesia)	(505) 746-2704	
Eddy Cty Sheriff's Department	Eddy County (Carlsbac	(505) 887-7551	
Gaines Cty Sheriff's Department	Gaines County (Semin	(432) 758-9871	
Hockley Cty Sheriff's Department	Hockley County(Level	(806) 894-3126	
Kent Cty (Jayton City Sheriff's Dept.)	Kent County(Jayton)	(806) 237-3801	
Lea Cty Sheriff's Department	Lea County (Eunice)	(505) 384-2020	
Lea Cty Sheriff's Department	Lea County (Hobbs)	(505) 393-2515	
Lea Cty Sheriff's Department	Lea County (Lovingtor	(505) 396-3611	
Lubbock Cty Sheriff's Department	Lubbock Cty (Abernat	(806) 296-2724	
Midland Cty Sheriff's Department	Midland County (Midl	(432) 688-1277	

Person	Location	Office Phone	Cell/Mobile Phone
Pecos Cty Sheriff's Department	Pecos County (Iraan)	(432) 639-2251	
Reeves Cty Sheriff's Department	Reeves County (Pecos)	(432) 445-4901	
Scurry Cty Sheriff's Department	Scurry County (Snyder	(325) 573-3551	
Terry Cty Sheriff's Department	Terry County (Brownfi	(806) 637-2212	
Union Cty Sheriff's Department	Union County (Clayton	(505) 374-2583	
Upton Cty Sheriff's Department	Upton County (Rankin	(432) 693-2422	
Ward Cty Sheriff's Department	Ward County (Monaha	(432) 943-3254	
Yoakum City Sheriff's Department	Yoakum Co. (Denever	(806) 456-2377	
Law Enforcement - Police			
Abernathy City Police	Abernathy, TX	(806) 298-2545	
Andrews City Police	Andrews, TX	(432) 523-5675	
Artesia City Police	Artesia, NM	(505) 746-2704	
Brownfield City Police	Brownfield, TX	(806) 637-2544	
Carlsbad City Police	Carlsbad, NM	(505) 885-2111	
Clayton City Police	Clayton, NM	(505) 374-2504	
Denver City Police	Denver City, TX	(806) 592-3516	
Eunice City Police	Eunice, NM	(505) 394-2112	
Hobbs City Police	Hobbs, NM	393-2677	
Jal City Police	Jal, NM	(505) 395-2501	
Jayton City Police	Jayton, TX	(806) 237-3801	
Lamesa City Police	Lamesa, TX	(806) 872-2121	
Levelland City Police	Levelland, TX	(806) 894-6164	
Lovington City Police	Lovington, NM	(505) 396-2811	
Midland City Police	Midland, TX	(432) 685-7113	
Monahans City Police	Monahans, TX	(432) 943-3254	
Odessa City Police	Odessa, TX	(432) 335-3378	
Seminole City Police	Seminole, TX	(432) 758-9871	
Snyder City Police	Snyder, TX	(325) 573-2611	
Sundown City Police	Sundown, TX	(806) 229-8241	
Law Enforcement - FBI			
FBI	Alburqueque, NM	(505) 224-2000	
FBI	Midland, TX	(432) 570-0255	
Law Enforcement - DPS			
NM State Police	Artesia, NM	(505) 746-2704	
NM State Police	Carlsbad, NM	(505) 885-3137	
NM State Police	Eunice, NM	(505) 392-5588	
NM State Police	Hobbs, NM	(505) 392-5588	
NM State Police	Clayton, NM	(505) 374-2473; 911	
TX Dept of Public Safety	Andrews, TX	(432) 524-1443	
TX Dept of Public Safety	Big Lake, TX	(325) 884-2301	

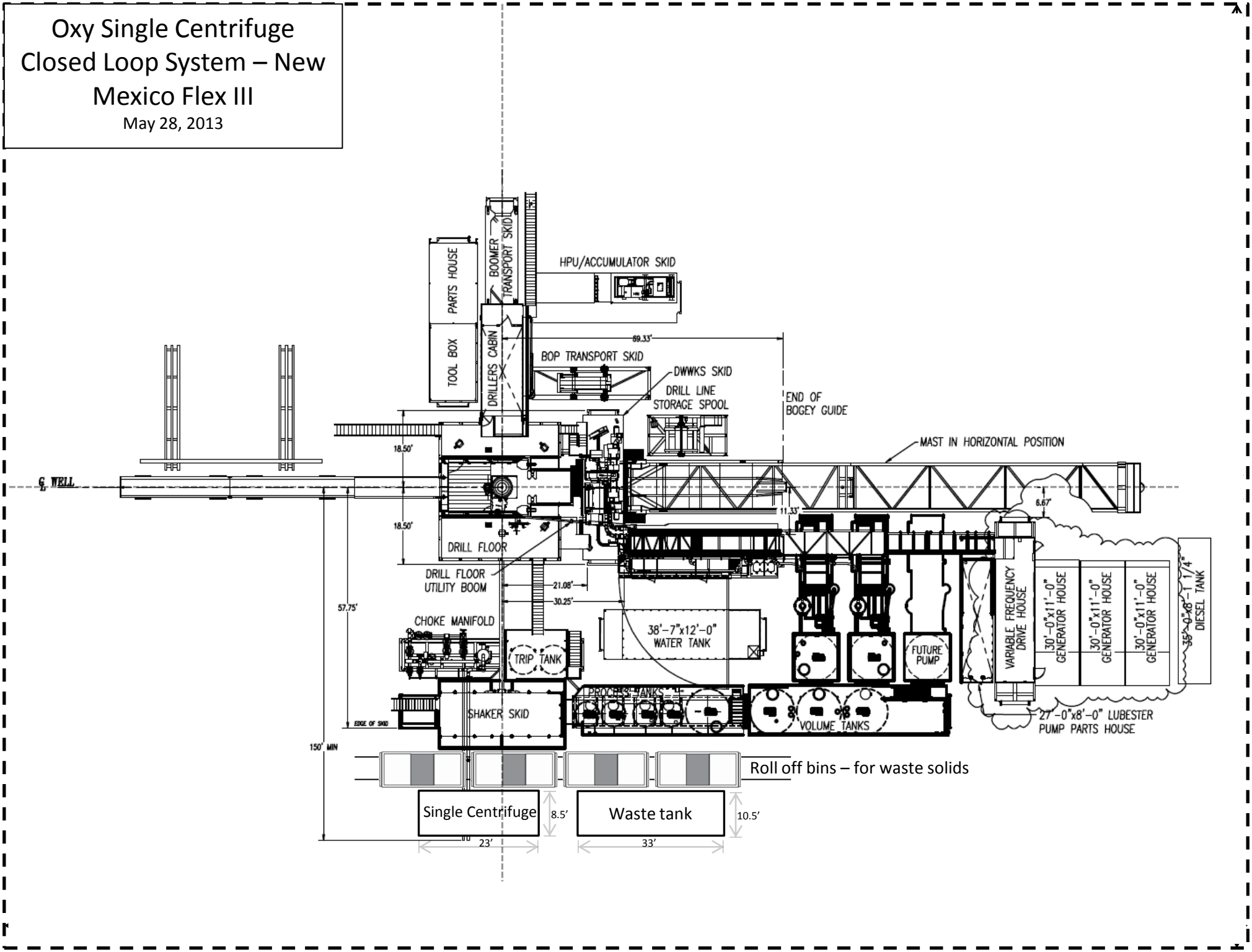
Person	Location	Office Phone	Cell/Mobile Phone
TX Dept of Public Safety	Brownfield, TX	(806) 637-2312	
TX Dept of Public Safety	Iraan, TX	(432) 639-3232	
TX Dept of Public Safety	Lamesa, TX	(806) 872-8675	
TX Dept of Public Safety	Levelland, TX	(806) 894-4385	
TX Dept of Public Safety	Lubbock, TX	(806) 747-4491	
TX Dept of Public Safety	Midland, TX	(432) 697-2211	
TX Dept of Public Safety	Monahans, TX	(432) 943-5857	
TX Dept of Public Safety	Odessa, TX	(432) 332-6100	
TX Dept of Public Safety	Ozona, TX	(325) 392-2621	
TX Dept of Public Safety	Pecos, TX	(432) 447-3533	
TX Dept of Public Safety	Seminole, TX	(432) 758-4041	
TX Dept of Public Safety	Snyder, TX	(325) 573-0113	
TX Dept of Public Safety	Terry County TX	(806) 637-8913	
TX Dept of Public Safety	Yoakum County TX	(806) 456-2377	
Firefighting & Rescue			
Abernathy	Abernathy, TX	(806) 298-2022	
Amistad/Rosebud	Amistad/Rosebud, NM	(505) 633-9113	
Andrews	Andrews, TX	523-3111	
Artesia	Artesia, NM	(505) 746-5051	
Big Lake	Big Lake, TX	(325) 884-3650	
Brownfield-Administrative & other calls	Brownfield, TX	(816) 637-4547	
Brownfield emergency only	Brownfield, TX	-911	
Carlsbad	Carlsbad, NM	(505) 885-3125	
Clayton	Clayton, NM	(505) 374-2435	
Cotton Center	Cotton Center, TX	(806) 879-2157	
Crane	Crane, TX	(432) 558-2361	
Del Rio	Del Rio, TX	(830) 774-8650	
Denver City	Denver City, TX	(806) 592-3516	
Eldorado	Eldorado, TX	(325) 853-2691	
Eunice	Eunice, NM	(505) 394-2111	
Garden City	Garden City, TX	(432) 354-2404	
Goldsmith	Goldsmith, TX	(432) 827-3445	
Hale Center	Hale Center, TX	(806) 839-2411	
Halfway	Halfway, TX		
Hobbs	Hobbs, NM	(505) 397-9308	
Jal	Jal, NM	(505) 395-2221	
Jayton	Jayton, TX	(806) 237-3801	
Kermit	Kermit, TX	(432) 586-3468	
Lamesa	Lamesa, TX	(806) 872-4352	
Levelland	Levelland, TX	(806) 894-3154	
Lovington	Lovington, NM	(505) 396-2359	
Maljamar	Maljamar, NM	(505) 676-4100	

Person	Location	Office Phone	Cell/Mobile Phone
McCamey	McCamey, TX	(432) 652-8232	
Midland	Midland, TX	(432) 685-7346	
Monahans	Monahans, TX	(432) 943-4343	
Nara Visa	Nara Visa, NM	(505) 461-3300	
Notrees	Notress, TX	(432) 827-3445	
Odessa	Odessa, TX	(432) 335-4659	
Ozona	Ozona, TX	(325) 392-2626	
Pecos	Pecos, TX	(432) 445-2421	
Petersburg	Petersburg, TX	(806) 667-3461	
Plains	Plains, TX	(806) 456-8067	
Plainview	Plainview, TX	(806) 296-1170	
Rankin	Rankin, TX	(432) 693-2252	
San Angelo	San Angelo, TX	(325) 657-4355	
Sanderson	Sanderson, TX	(432) 345-2525	
Seminole	Seminole, TX	758-9871	
Smyer	Smyer, TX	(806) 234-3861	
Snyder	Snyder, TX	(325) 573-6215	
Sundown	Sundown, TX	**911**	
Tucumcari	Tucumcari, NM	911	
West Odessa	Odessa, TX	(432) 381-3033	
Ambulance			
Abernathy Ambulance	Abernathy, TX	(806) 298-2241	
Amistad/Rosebud	Amistad/Rosebud, NM	(505) 633-9113	
Andrews Ambulance	Andrews, TX	(432) 523-5675	
Artesia Ambulance	Artesia, NM	(505) 746-2701	
Big Lake Ambulance	Big Lake, TX	(325) 884-2423	
Big Spring Ambulance	Big Spring, TX	(432) 264-2550	
Brownfield Ambulance	Brownfield, TX	(806) 637-2511	
Carlsbad Ambulance	Carlsbad, NM	(505) 885-2111; 911	
Clayton, NM	Clayton, NM	(505) 374-2501	
Denver City Ambulance	Denver City, TX	(806) 592-3516	
Eldorado Ambulance	Eldorado, TX	(325) 853-3456	
Eunice Ambulance	Eunice, NM	(505) 394-3258	
Goldsmith Ambulance	Goldsmith, TX	(432) 827-3445	
Hobbs, NM	Hobbs, NM	(505) 397-9308	
Jal, NM	Jal, NM	(505) 395-2501	
Jayton Ambulance	Jayton, TX	(806) 237-3801	
Lamesa Ambulance	Lamesa, TX	(806) 872-3464	
Levelland Ambulance	Levelland, TX	(806) 894-8855	
Lovington Ambulance	Lovington, NM	(505) 396-2811	
McCamey Hospital	McCamey, TX	(432) 652-8626	
Midland Ambulance	Midland, TX	(432) 685-7499	

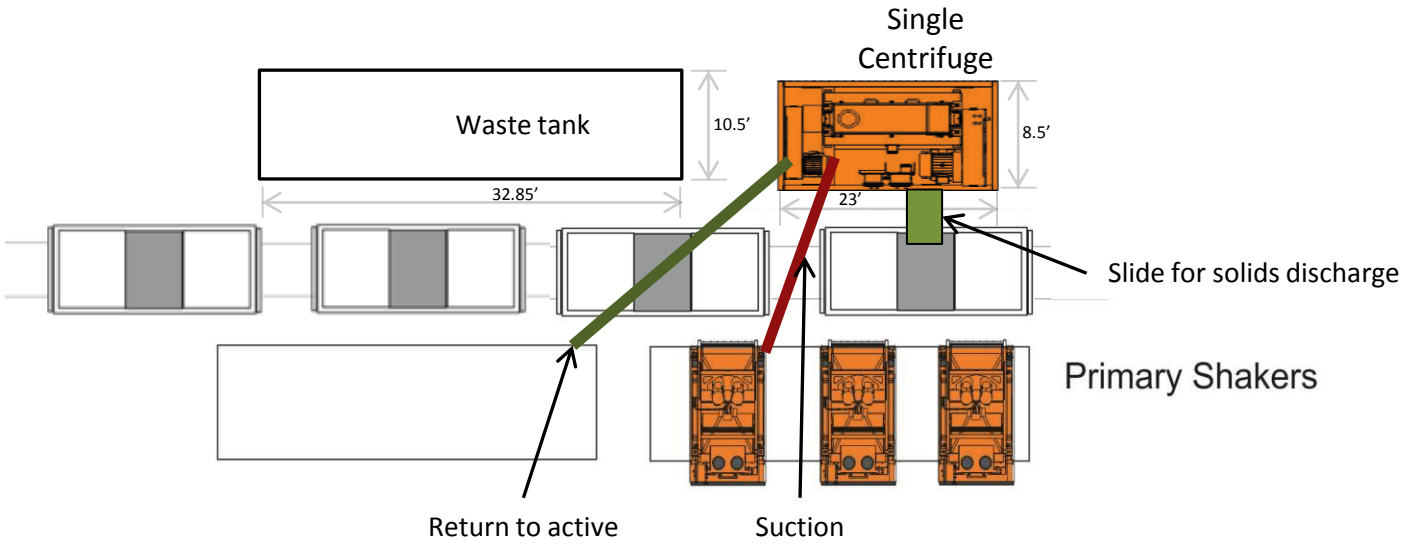
Person	Location	Office Phone	Cell/Mobile Phone
Monahans Ambulance	Monahans, TX	3731	
Nara Visa, NM	Nara Visa, NM	(505) 461-3300	
Odessa Ambulance	Odessa, TX	(432) 335-3378	
Ozona Ambulance	Ozona, TX	(325) 392-2671	
Pecos Ambulance	Pecos, TX	(432) 445-4444	
Rankin Ambulance	Rankin, TX	(432) 693-2443	
San Angelo Ambulance	San Angelo, TX	(325) 657-4357	
Seminole Ambulance	Seminole, TX	758-9871	
Snyder Ambulance	Snyder, TX	(325) 573-1911	
Stanton Ambulance	Stanton, TX	(432) 756-2211	
Sundown Ambulance	Sundown, TX	**911**	
Tucumcari, NM	Tucumcari, NM	911	
Medical Air Ambulance Service			
AEROCARE - Methodist Hospital	Lubbock, TX	(800) 627-2376	
San Angelo Med-Vac Air Ambulance	San Angelo, TX	(800) 277-4354	
Southwest Air Ambulance Service	Stanford, TX	(800) 242-6199	
Southwest MediVac	Snyder, TX	(800) 242-6199	
Southwest MediVac	Hobbs, NM	(800) 242-6199	
Odessa Care Star	Odessa, TX	(888) 624-3571	
NWTH Medivac	Amarillo, TX	(800) 692-1331	

Oxy Single Centrifuge Closed Loop System – New Mexico Flex III

May 28, 2013



Oxy



Oxy Single Centrifuge Closed Loop System – New Mexico Flex III

May 28, 2013

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, NM 87505

OCD – HOBBS
10/29/2020
RECEIVED

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
30-025- 30-025-47941	97366	BILBREY BASIN;BONE SPRING, SOUTH

Property Code	Property Name	Well Number
322423	LOST TANK "30_19" FEDERAL COM	11H

OGRID No.	Operator Name	Elevation
16696	OXY USA INC.	3617.9'

Surface Location

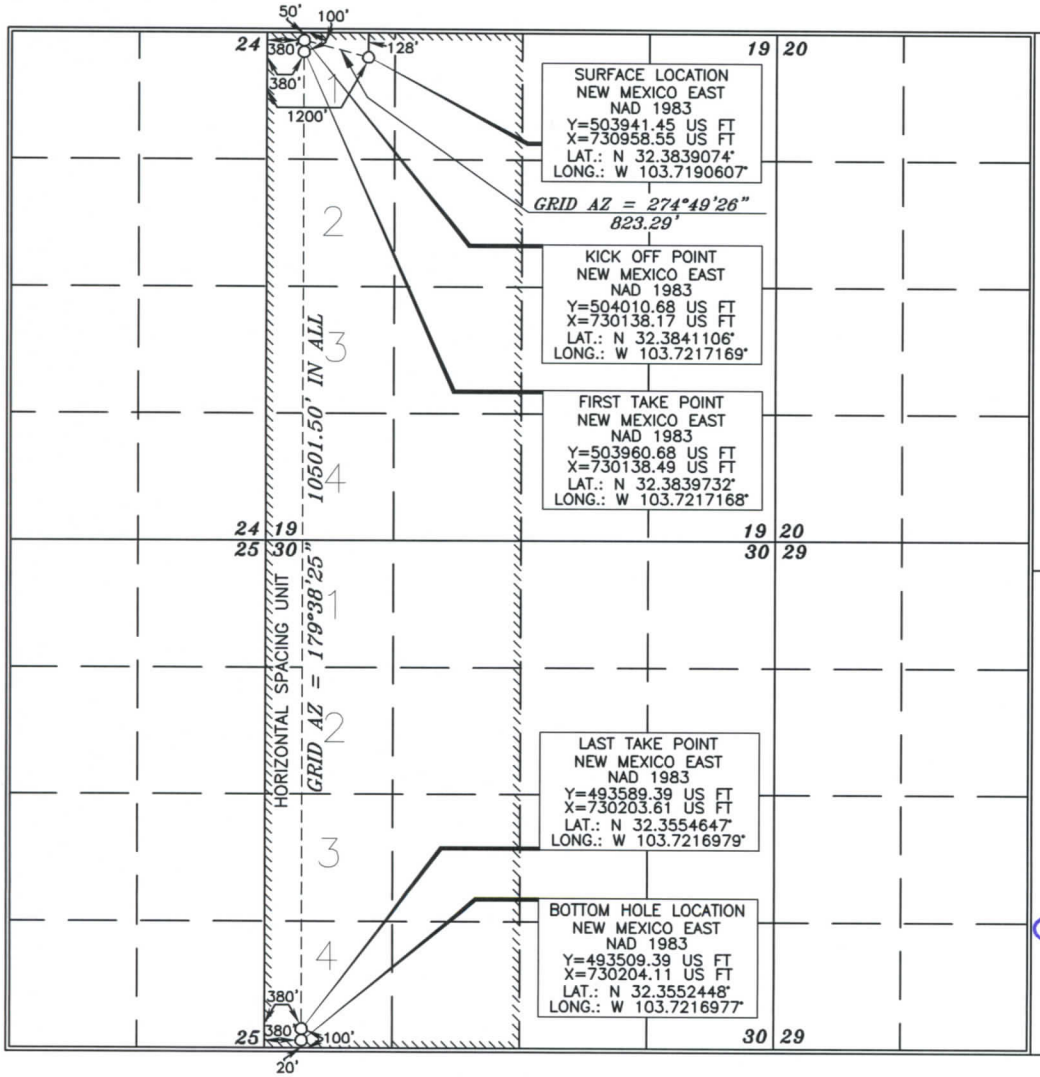
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	19	22 SOUTH	32 EAST, N.M.P.M.		128'	NORTH	1200'	WEST	LEA

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
4	30	22 SOUTH	32 EAST, N.M.P.M.		20'	SOUTH	380'	WEST	LEA

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
~~640~~ 678.92			

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.



OPERATOR CERTIFICATION

I hereby certify that the information contained 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 a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Leslie Reeves 10/17/19
Signature Date

LESLIE REEVES
Printed Name

LESLIE_REEVES@OXY.COM
E-mail Address

SURVEYOR CERTIFICATION

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.

TERRY J ASEL
NEW MEXICO
15079
REGISTERED PROFESSIONAL LAND SURVEYOR

MARCH 7, 2019
Date of Survey

Signature and Seal of Professional Surveyor:

Terry J Asel 4/5/2019

Certificate Number 15079

WO# 190307WL-a (KA)

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

OCD – HOBBS
10/29/2020
RECEIVED

Submit Original
to Appropriate
District Office

GAS CAPTURE PLAN

Date: 10/8/2019

☒ Original Operator & OGRID No.: OXY USA INC. - 16696

☐ Amended - Reason for Amendment: _____

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility – LOST TANK 18 CTB

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Lost Tank 30-19 Federal Com 2H	Pending	C-19-22S-32E	303 FNL 1822 FWL	1728	0	
Lost Tank 30-19 Federal Com 11H	Pending	D-19-22S-32E	128 FNL 1200 FWL	2760	0	
Lost Tank 30-19 Federal Com 12H	Pending	C-19-22S-32E	338 FNL 1762 FWL	2760	0	
Lost Tank 30-19 Federal Com 13H	Pending	C-19-22S-32E	288 FNL 1848 FWL	2760	0	
Lost Tank 30-19 Federal Com 21H	Pending	C-19-22S-32E	391 FNL 1671 FWL	2375	0	
Lost Tank 30-19 Federal Com 22H	Pending	C-19-22S-32E	373 FNL 1701 FWL	2375	0	
Lost Tank 30-19 Federal Com 23H	Pending	C-19-22S-32E	356 FNL 1731 FWL	2375	0	
Lost Tank 30-19 Federal Com 32H	Pending	D-19-22S-32E	128 FNL 1335 FWL	3418	0	
Lost Tank 30-19 Federal Com 33H	Pending	D-19-22S-32E	128 FNL 1370 FWL	3418	0	
Lost Tank 30-19 Federal Com 41H	Pending	D-19-22S-32E	128 FNL 1300 FWL	7244	0	
Lost Tank 30-19 Federal Com 42H	Pending	C-19-22S-32E	321 FNL 1792 FWL	7244	0	
Lost Tank 30-19 Federal Com 71H	Pending	D-19-22S-32E	128 FNL 1270 FWL	2584	0	
Lost Tank 30-19 Federal Com 72H	Pending	D-19-22S-32E	128 FNL 1405 FWL	2584	0	

30-025-47941

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from the production facility currently flows to Enterprise Field Services, LLC ("Enterprise") and is connected to Enterprise's low pressure gathering system located in Eddy, New Mexico. OXY USA INC. ("OXY") may also install compression and deliver to Enterprise's high pressure network and/or to DCP Midstream, LP ("DCP"). It will require 10,600' of pipeline to connect the facility to Enterprise's high pressure gathering system and 1,960' of pipeline to connect the facility to DCP's high pressure gathering system. OXY provides (periodically) to Enterprise and DCP a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, OXY, Enterprise, and DCP have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise's Processing Plant located in Sec. 23, Twn. 21S, Rng. 23E, Eddy County, New Mexico or DCP's Processing Plant located in Sec. 30, 31, Twn. 22S, Rng. 32E, Lea County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal

sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Enterprise's or DCP's systems at that time. Based on current information, it is OXY's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation – On lease
    - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas – On lease
    - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal – On lease
    - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines