Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5 Lease Serial No.

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SUNDRY NOTICES AND REPORTS ON WELLS NMNM 0417 696 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Oil Well Gas Well Other 8. Well Name and No. Lost Taule 3 Federal #14 2. Name of Operator OXY USA Inc. 16696 30-015-37918 3a. Address 3b. Phone No. (include area code) P.O. Box 50250 Midland, TX 79710 432-685-5717 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Lost Tank Delaware, West 11. County or Parish, State 1450 FSL 1700 FEL NWSE(S) Sec 3 TARS R31E Eddy NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair New Construction Recomplete Subsequent Report Change Plans Temporarily Abandon Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones, Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Perform frac job using work string due to Voviable cement bond on production cosing, Accepted for record NMOCD NMOCD ARTESIA I hereby certify that the foregoing is true and correct Name (Printed/Typed) David Stewart Title Regulatory Advisor Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE 005ate 1 0 2012 Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or

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

Office

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.

Lost Tank 3 Federal #14 Initial Completion Procedure API#: 30-015-37918 1450 FSL 1700 FEL NWSE(J) SEC 3 T22S R31E EDDY COUNTY, NEW MEXICO

PROJECT ENGR: Ken Hood

ALT. ENGR: Joe Day

OFFICE PHONE: (713) 366-5883 **OFFICE PHONE**: (713) 215-7477

WELL TYPE: Oil Well

CURRENT PRODUCTION RATE: 0 BOPD, 0 MCFD, 0 BWPD ESTIMATED PRODUCTION RATE: 75 BOPD, 250 BWPD, 50 MCFD

WELL INFORMATION: All Depths Are Measured Depths

SPUD DATE 1/21/2011 RIG OFF DATE: 2/2/2011

TD: 8258' MD PBTD 8168' MD Float Collar

DATUM: 3491' GL, KB 16.5'

PERFORATIONS REFERENCE: OCL

Stage 1		4 - 35 - 1	3 - P	ump Rate:	40	BPM	, 4 .j . 5,4		T. B. Car	0	lbs .
Sand	, 4	SN Top	SN Btm	Gross Pay	Top Perf	Btm Perf	Density -	γ.	Shots	Phasing	Hole Size
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A4	* .	7950	8000	50	, 7960	7970	J. 17. 1	, ,	. 10	ું ∴ુ90	0.43

CASING DETAIL:

SIZE (IN)	WT (LB/FT)	GRADE	DEPTH (FT)	BIT SIZE (INCH)	CMT (SX)	TOC (FT)	TECHNIQUE (TS, CBL, CIRCULATED, CALCULATED)
11 75"	42#	H-40	708'	14.75"	550	Surf	Circ 249sx
8.625"	32#	J-55	3940'	10.625"	1280	Surf	Circ 358sx
5.5"	17#	J/K-55	8259'	7.875"	1110	Surf	CBL*See attached WBD

DVT @ 5889', POST @ 3972'

ANY KNOWN CASING PROBLEMS: None.

RECOMMENDED PROCEDURE:

- 1) NU Frac valve.
- 2) RU WLU.
- 3) PERF 1 JSPF Per the attatched data sheet w/ 4" Titan EXP-4039-323T w/EHD of .43" and penetration of 54.58" penetration on 90 degrees RD WLU.
- 4) FRAC WELL AS DIRECTED DOWN CSG AT 1ST AS PER HALLIBURTON FRAC PROCEDURE. RUN 2 DRUMS SCALE INHIBITOR IN PRE-PAD. FLUSH FRAC W/FRESH WATER. GO TO QUICK FLUSH (BYPASS) AND DISPLACE TO TOP PERF.
- 5) Shut well in overnight and RD Frac equipment and WLU.
- 6) MI and RU DDPU. ND Frac valve and NU BOP.
- 7) PU tubing and rih with bit and clean out to PBTD.

 NOTE: THIS STEP WILL NEED TO BE REFINED BASED ON LOCAL KNOWLEDGE, FRAC, WELL FLOWBACK, ETC. OFTEN IF THERE IS SUBSTANTIAL FILL IT CAN BE CIRCULATED OUT TO THE TOP PERF & JUST USE A BAILER IN THE PERFS. IF THERE IS CONSIDERABLE RAT HOLE, A FOAM UNIT & REVERSE UNIT MAY BE REQUIRED.
- 8) POH & RIH W/ PRODUCTION BHA AS DIRECTED
- 9) TEST WELL INTO BATTERY.

	· · OXY USA I			Inc	:				Lost Tank 3 Federal #14		
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OXY											
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11.75" 42# H-40 CSA 706' w/ 550 sx cmt to surface		Á			_					3	Decent cement from 400'-500' Poor to no cement from 500'-1000'
·	L	1	Pedaca	A) III		-					Tool to no comon from 500 1000
Deviated Well		ļ									Good cement 1000'-1300'
	-	<u> </u>		l da	_					-	Poor to no cement from 1300'-1550'
	-	<u> </u>			_	-				-	Decent cement from 1600'-2450'
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	-				_				_	-	Good cement from 2450'-3350'
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8.625" 32# J-55 CSA 3940' w/ 1280 sx cmt to surface	-				_	-					Poor to no cement from 3350'-4275'
Stade Self-Self-Self-Willes SA SHA (S Salidos				25	_				<i>5</i> ,2		
DV TOOL W/ ECP @ 3980' (casing tally depth)				·							
DV TOOL W/ ECP @ 4010' (log depth)	 	-	-		ļ		_			_	Patchy cement from 4275'-4600'
		\vdash	-	-7	<u> </u>	-				-	Patchy Cement from 4273-4000
	-		\vdash			-			-	_	Good cement from 4600'-5220'
	-	-	-			-				\dashv	No cement5220'-5450'
										\dashv	Good cement from 5450'-5820'
TRIVETO OX O COOCH () II I I II I		<u> </u>	-							\Box	
DV TOOL @ 5889' (casing tally depth) DV TOOL @ 5925' (log depth)	-		-			-				_	Decent cement from 5850'-6025'
D. 1001 e 3723 (log dopin)			+	100							Good cement from 6030'-6800'
	-	-	-						_	+	Good cement but possible channel 6800'-7075' Poor cement from 7075'-7310'
	-	-	+	- 1		-	_		-	+	Poor cement from 7073-7310
											Good cement from 7310'-7840'
DI	-	-	-							4	7210101101
Planned Perforations @ 7930'-7940' and 7960'-7970'	-	-	-	=	<u> </u>		- #			+	Poor to no cement from 7310'-8110'
5.5" 17# J-55 LTC CSG @ 8258' W/ 0 sx CMT CIRC				A							
PBTD: FC @ 8170'		_	-	+-				_		4	
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5.5" csg cmt job Stage 1. 510 sx (92 sx circulated off DV tool)	-		+	-	-			-			
Stage 2: 600 sx, flush and attempt to close plug, no psi	-	†	+	+-						\dashv	
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