Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Operator

FORM APPROVED OMB NO. 1004-0137

5. Lease Serial No. NMNM45236

Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS NOV 0 6 2019

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 2469 2 (4.53)

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'n	If Indian	Allottee or Tribe Name	

abandoned we	II. Use form 3160-3 (APD) for s	Such proposals	TESIAO.C.D	o. If indian, Allottee o	r Inbe Name					
SUBMIT IN	7. If Unit or CA/Agreement, Name and/or No.									
1. Type of Well Soil Well Gas Well Oth		{	8. Well Name and No. STERLING SILVER MDP1 33-4 FD C 4H							
Name of Operator OXY USA INCORPORATED	Contact: SARAI E-Mail: SARAH_CHAPMA	H CHAPMAN N@OXY.COM	9	9. API Well No. 30-015-45392-00-X1						
3a. Address 5 GREENWAY PLAZA SUITE HOUSTON, TX 77046-0521	one No. (include area code) 713-350-4997		10. Field and Pool or Exploratory Area INGLE WELLS							
4. Location of Well (Footage, Sec., 7	C., R., M., or Survey Description)		1	11. County or Parish, State						
Sec 33 T23S R31E NENW 69 32.267994 N Lat, 103.783287	PFNL 2474FWL W Lon			EDDY COUNTY, NM						
12. CHECK THE AI	PPROPRIATE BOX(ES) TO IN	DICATE NATURE OI	F NOTICE, R	EPORT, OR OTH	IER DATA		_			
TYPE OF SUBMISSION TYPE OF ACTION										
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production	(Start/Resume)	■ Water Sl	nut-Off	_			
_	☐ Alter Casing	•		on	□ Well Into	egrity				
Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recomple	te	Other					
☐ Final Abandonment Notice	☐ Change Plans	🔀 Plug and Abandon	☐ Temporari	ly Abandon						
	☐ Convert to Injection [☐ Plug Back	☐ Water Dis	posal						
following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. 13-3/8" 54.5# csg @ 507' w/ 650sxs, 17-1/2" hole, TOC-Surf-Circ 9-5/8" 43.5# csg @ 4387' w/ 1230sxs, 12-1/4" hole, TOC-Surf-Circ 1. RIH w/ wireline, couldn?t get past 526' so decision made to RIH w/ 1" tubing. Tag cmt @ 1121'. 2. M&P 220sxs @ 1121'- 425' WOC-Tag 3. M&P 70sxs.cmt @ 230'- surface WOC-cmt to surface 4. 9/18/19/RD, cut off wellhead, cap and rig release Above ground steel tanks will be utilized RECLAMATION RECLAMATION RECLAMATION DUE 3-18-20'										
14. I hereby certify that the foregoing is true and correct. Electronic Submission #486648 verified by the BLM Well Information System For OXY USA INCORPORATED, sent to the Carlsbad										
Name (Printed/Typed) SARAH C	nitted to AFMSS for processing by			•						
Traine (17 mices 19 pers) SAIVAIT O	TACMAN	Title REGULA	ATORY SPEC		ED FOR RECORD					
Signature (Electronic S	Submission)	Date 10/04/20		CE I EU PUI	NECUK					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE 0CT 1 6 2019										
Approved By Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the subject lect operations thereon.	ease Office	BU	DWEX LANGUA REAU OF LAND MA CARLSBAD FIELD	NAGEMENT OFFICE		_			
stro 1 v (1 v () v cotron 1001 and Title 42 l	U.S.C. Section 1212, make it a crime for		:11£.11	4 d 4 4	C 4 11					



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. 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. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines (Contact service companies, allowing plenty of time to have the risers and power lines and poles removed prior to reclamation, don't wait till the last day and try to get them to remove infrastructure). Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- 1 The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations must include adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
- 2: For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you

have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909 (Office), 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Crisha Morgan Environmental Protection Specialist 575-234-5987

Melissa Horn Environmental Protection Specialist 575-234-5951

Kelsey Wade Environmental Protection Specialist 575-234-2220

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612