

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

HOBBBS OCD

SEP 08 2014

RECEIVED

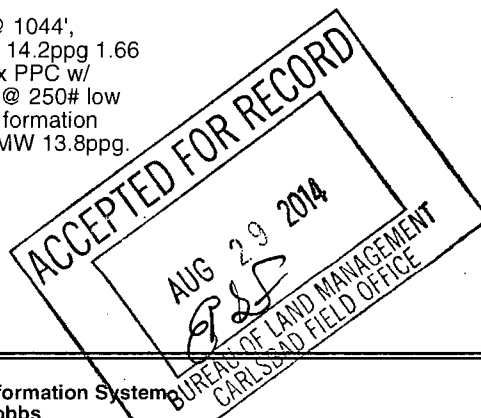
| | | |
|---|--|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM86149 |
| 2. Name of Operator OXY USA INCORPORATED | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address HOUSTON, TX 77210-4294 | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3b. Phone No. (include area code) Ph: 432.685.5717 Fx: 432.685.5742 | | 8. Well Name and No. RED TANK 26 FEDERAL 10H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 26 T22S R32E NENW 350FNL 2195FWL 32.368916 N Lat, 103.646405 W Lon | | 9. API Well No. 30-025-41127-00-X1 |
| | | 10. Field and Pool, or Exploratory RED TANK |
| | | 11. County or Parish, and State LEA COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION |
|---|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Deepen |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Fracture Treat |
| | <input type="checkbox"/> Production (Start/Resume) |
| | <input type="checkbox"/> Reclamation |
| | <input type="checkbox"/> Water Shut-Off |
| | <input type="checkbox"/> Well Integrity |
| | <input checked="" type="checkbox"/> Other Drilling Operations |
| | <input type="checkbox"/> Change Plans |
| | <input type="checkbox"/> New Construction |
| | <input type="checkbox"/> Recomplete |
| | <input type="checkbox"/> Plug and Abandon |
| | <input type="checkbox"/> Temporarily Abandon |
| | <input type="checkbox"/> Water Disposal |
| | <input type="checkbox"/> Convert to Injection |
| | <input type="checkbox"/> Plug Back |

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.)

Spud 14-3/4" hole 8/23/14, drill to 1044' 8/24/14. RIH & set 11-3/4" 47# J-55 BTC csg @ 1044', pump 30BFW spacer w/ red dye, then cmt w/ 300sx (89bbl) PPC thixotropic w/ additives 14.2ppg 1.66 yield followed by 470sx (145bbl) PPC w/ additives 13.85ppg 1.73 yield followed by 300sx PPC w/ additives 14.8ppg 1.34 yield, circ 546sx (165bbl) cmt to surface. 8/25/14, RU BOP, test @ 250# low 5000# high. Test csg to 2150# for 30 min, test passed. RIH & tag cmt @ 990', drill new formation to 1054', perform FIT test to EMW=14.0ppg, 228psi held for 10min bled back to 213#, EMW 13.8ppg. Contact Paul Flowers-BLM approved test and to continue drilling.



| | |
|---|------------------------------|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #258873 verified by the BLM Well Information System For OXY USA INCORPORATED, sent to the Hobbs Committed to AFMSS for processing by ED FERNANDEZ on 08/29/2014 (14EF0090SE) | |
| Name (Printed/Typed) DAVID STEWART | Title SR. REGULATORY ADVISOR |
| Signature (Electronic Submission) | Date 08/28/2014 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--|-----------------|
| Approved By ACCEPTED | EDWARD FERNANDEZ Title PETROLEUM ENGINEER | Date 08/29/2014 |
| Conditions of approval, if any, are attached. Approval of this notice 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. | Office Hobbs | |

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

E-PERMITTING

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BI P&A NR _____ P&A R _____
INT to P&A _____
CSNG MB _____ CHG Loc _____
TA _____

SEP 23 2014