* Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No. NMLC030187

Do not use thi abandoned wel	s form for proposals to II. Use form 3160-3 (APL	drill or to re- D) for such p	enter an roposals.		ndian, Allottee or Trib	e Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side 1 2 9 2016					7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Oth 2. Name of Operator	RECI	EIVED	8. Well Name and No. LA MUNYON 05 9. API Well No.				
OXY USA INCORPORATED	VANI	30-025-10813-00-S1					
P O BOX 4294 HOUSTON, TX 77210-4294 Ph: 432-68 Fx: 432-68			5-5717 5-5742		10. Field and Pool, or Exploratory LANGLIE		
 Location of Well (Footage, Sec., T Sec 21 T23S R37E SWSW 66 32.284422 N Lat, 103.174263 		11. County or Parish, and State LEA COUNTY, NM					
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE	NATURE OF 1	NOTICE, REPORT	, OR OTHER DA	ATA	
TYPE OF SUBMISSION	*	TYPE O	TYPE OF ACTION				
☑ Notice of Intent	☐ Alter Casing		pen eture Treat	☐ Production (Sta	INT TO PA		
☐ Subsequent Report	☐ Casing Repair	□ Nev	Construction	□ Recomplete	P&A R		
☐ Final Abandonment Notice	☐ Change Plans	Plug	g and Abandon	□ Temporarily A	ł		
	☐ Convert to Injection	Plug	g Back	☐ Water Disposa	I		
8-5/8" 24# csg @ 308' w/ 275: 5-1/2" 14# csg @ 3750', DVT 1. RIH & set CIBP @ 3368', M 2. M&P 25sx cmt @ 2705-255 3. M&P 25sx cmt @ 1205-109 3. Perf @ 358', sqz 110sx cmt 10# MLF between plugs Above ground steel tanks will	operations. If the operation resonandonment Notices shall be file in all inspection.) 3418-3504' CIBP-3509 sx, 11" hole, TOC-Surf-Ci @ 1154' w/ 525sx, 7-7/8" I&P 25sx cmt 5' WOC-Tag 10' WOC-Tag 1 to surface be utilized	sults in a multipled only after all	le completion or recorded requirements, include urf-Calc	ompletion in a new inte	rval, a Form 3160-4 s peen completed, and the	hall be filed once he operator has	
14. I hereby certify that the foregoing is	Electronic Submission #3	A INCORPOR	ATÉD, sent to th	e Hobbs			
Name (Printed/Typed) DAVID STEWART			Title SR. REGULATORY ADVISOR				
Signature (Electronic S	Date 07/19/2016						
A1 (THIS SPACE FO	R FEDERA	L OR STATE	OFFICE USE			
Approved By Walls			Title Title	Eng		Date 8/25/14	
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 CFO				
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				willfully to make to ar	y department or agend	cy of the United	

Additional data for EC transaction #345107 that would not fit on the form

32. Additional remarks, continued

An Intent to P&A was originally approved 12/23/09

OXY USA Inc. - Proposed LaMunyon Federal #5 API No. 30-025-10813

110sx @ 358' - Surface

11" hole @ 308' 8-5/8" csg @ 308' w/ 275sx-TOC-Surf-Circ

Perf @ 358'

25sx @ 1205-1090' WOC-Tag

25sx @ 2705-2555' WOC-Tag

CIBP @ 3368' w/ 25sx

12/98-CIBP @ 3509'

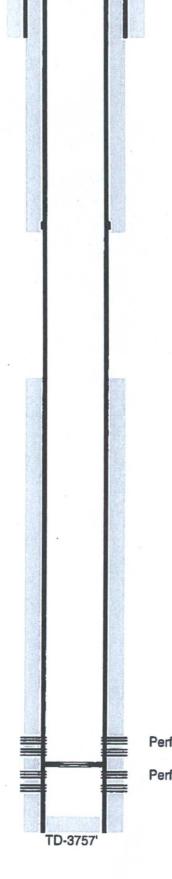
7-7/8" hole @ 3757' 5-1/2" csg @ 3750' DVT @ 1154' 1st w/ 325sx-TOC-1873'-Calc 2nd w/ 200sx-TOC-Surf-Calc

Perfs @ 3418-3504'

Perfs @ 3515-3671'

TD-3757'

OXY USA Inc. - Current LaMunyon Federal #5 API No. 30-025-10813



11" hole @ 308' 8-5/8" csg @ 308' w/ 275sx-TOC-Surf-Circ

7-7/8" hole @ 3757' 5-1/2" csg @ 3750' DVT @ 1154' 1st w/ 325sx-TOC-1873'-Calc 2nd w/ 200sx-TOC-Surf-Caic

12/98-CIBP @ 3509'

Perfs @ 3418-3504'

Perfs @ 3515-3671'

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

AUG 2 9 2016
RECEIVED

Permanent Abandonment of Federal Wells Conditions of Approval (LPC Habitat)

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off. Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

<u>Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:</u>
From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted