	DEPARTMENT OF THE INTERIOR OCD Hobbs					FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018	
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an EP 26 2018 abandoned well. Use form 3160-3 (APD) for such proposals. 26 2018					6. If Indian, Allottee or Tribe Name		
				7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well Oil Well S Gas Well Other				8. Well Name and No. COVINGTON A FEDERAL 01			
2. Name of Operator Contact: DAVID STEWART OXY USA INCORPORATED E-Mail: david_stewart@oxy.com					9. API Well No. 30-025-24947-00-S2		
3a. Address P O BOX 4294 HOUSTON, TX 77210-4294	3b. Phone No. (inclu Ph: 432-685-571			10. Field and Pool or Exploratory Area UNDESIGNATED			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 25 T22S R32E NENW 660FNL 1980FWL 32.368184 N Lat, 103.630511 W Lon					LEA COUNTY, NM		
12. CHECK THE A	PPROPRIATE BOX(ES) 1	O INDICATE N	ATURE OF	F NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	SION TYPE OF ACTION						
tice of Intent		🗖 Deepen		—	ion (Start/Resume)	□ Water Shut-Off	
□ Subsequent Report	 Alter Casing Casing Repair 	Hydraulic New Cons	•	□ Reclam □ Recom		Well Integrity Other	
☐ Final Abandonment Notice	Casing Repair	and A			arily Abandon		
-	Convert to Injection	Plug Back	r -	U Water I			
13-3/8" 54.5# csg @ 524' w/ 9-5/8" 40# csg @ 4885', DVT 7" 26# csg @ 12068' w/ 790s 5" liner @ 11755-15248' w/ 4 1. RIH & set CIBP @ 8014' w 2. M&P&Sqz 60sx cmt @ 583 3. Perf 7" @ 4995', sqz 60sx 4. Perf 7" @ 3634' sqz 55sx c 5. Perf 7" & 9-5/8" @ 1100', s	bandonment Notices must be filed final inspection. 7-247-02 Perfs-8064-9895' CIBP-9 675sx, 17-1/2" hole, TOC-S @ 3584' w/ 2200sx, 12-1/4 x, 8-3/4" hole, TOC-7490'-1 35sx, 6-1/4" hole, TOC-7490'-1 35sx, 6-1/4" hole, TOC-7490'-1 35sx, 6-1/4" hole, TOC-7490'-1 (40sx cmt to 7834' 36-5676' WOC-Tag cmt to 3498' WOC-Tag	d only after all require 3834' + 10' = - Surf-Circ "hole, TOC-2384 TS 55'-Circ $\mathbf{e}_{\mathbf{c}} \mathbf{f} \mathbf{e}_{\mathbf{c}} \mathbf{c}_{\mathbf{c}}$ Tag $(\mathbf{\tau}/\mathbf{s}_{\mathbf{c}})$	ments, includi 	ing reclamatio Idd. RI S/Class (CIBP)	n, have been completed a	nd the operator has B 8800, Cap 800 - 8610.(Tag ciag).	
14. I hereby certify that the foregoing is true and correct. Electronic Submission #433097 verified by the BLM Well Information System For OXY USA INCORPORATED, sent to the Hobbs Committed to AFMSS for processing by DEBORAH MCKINNEY on 08/29/2018 (18DLM0567SE)							
Name (Printed/Typed) DAVID STEWART Title SR. REGULA					ADVISOR		
Signature (Electronic	Signature (Electronic Submission) Date 08/29/2018						
	THIS SPACE FO	R FEDERAL O	R STATE (OFFICE U	SE		
Approved By Jamas Q. amos			Sup	V. AE	T	Date 9-23-18	
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 entrie the applicant to conduct operations thereon. Office				Ishad	Field OH.	ice	
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent				willfully to m	ake to any department or	agency of the United	
(Instructions on page 2) ** BLM REVISED ** BLM REVI							

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Additional data for EC transaction #433097 that would not fit on the form

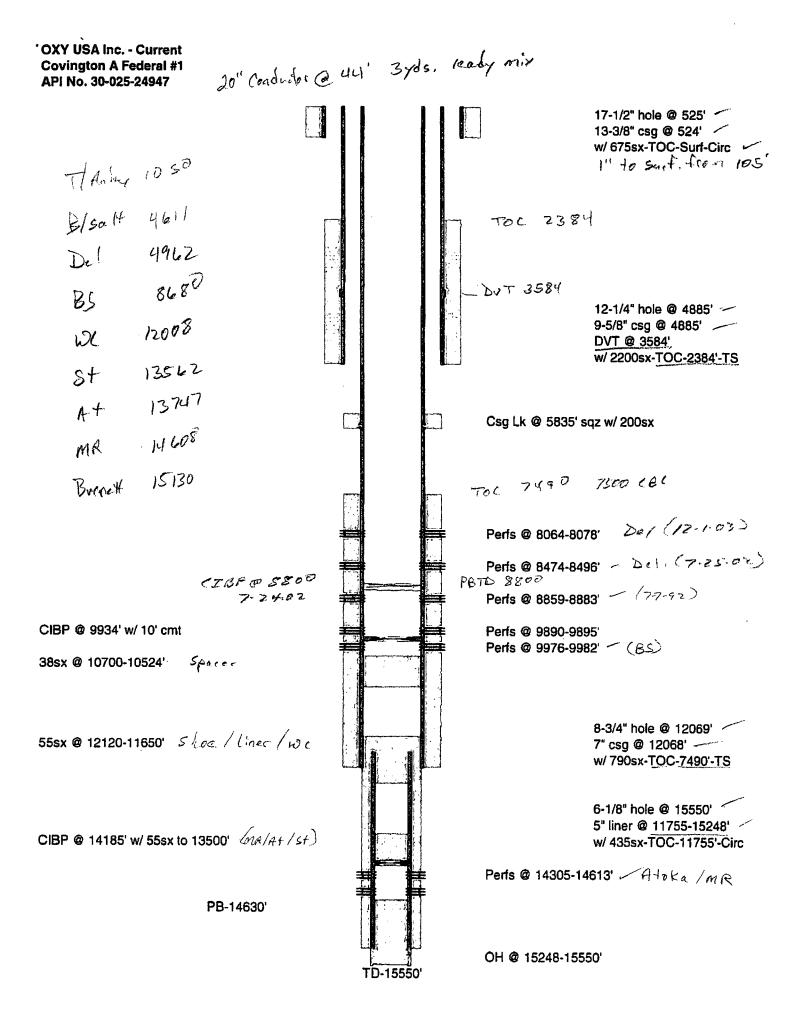
32. Additional remarks, continued

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6. Perf 7" & 9-5/8" @ 574' sqz 75sx cmt to 469' WOC-Tag 7. Perf 7" & 9-5/8" @ 200', sqz 150sx cmt to Surface 10# MLF between plugs - Above ground steel tanks will be utilized

at cut-off verify cret Surf. all annulus.

'OXY USA Inc. - Proposed **Covington A Federal #1** API No. 30-025-24947 150sx @ 200'-Surface 17-1/2" hole @ 525' Perf @ 200' 13-3/8" csg @ 524' 75sx @ 574-469' WOC-Tag w/ 675sx-TOC-Surf-Circ Perf @ 574' 80sx @ 1100-990' WOC-Tag Perf @ 1100' 55sx @ 3634-3498' WOC-Tag Perf @ 3634' 12-1/4" hole @ 4885' 9-5/8" csg @ 4885' 5012-4566 DVT @ 3584' 60sx @ 4935-4785' WOC-Tag T/Dc/ , Shoe , B/Salt w/ 2200sx-TOC-2384'-TS Perf @ 4985 5012 60sx @ 5836-5676' WOC-Tag Csg Lk @ 5835' sqz w/ 200sx CIBP @ 8014' w/ 40sx to 7834' Perfs @ 8064-8078' Perfs @ 8474-8496' Tay & Cap CIBP@ 8800 Top BS Perfs @ 8859-8883' 8800-8610, Tay CIBP @ 9934' w/ 10' cmt Perfs @ 9890-9895" Perfs @ 9976-9982' 38sx @ 10700-10524' 8-3/4" hole @ 12069' 55sx @ 12120-11650' 7" csg @ 12068' w/790sx-TOC-7490'-TS 6-1/8" hole @ 15550' 5" liner @ 11755-15248' CIBP @ 14185' w/ 55sx to 13500' w/ 435sx-TOC-11755'-Circ Perfs @ 14305-14613' PB-14630' OH @ 15248-15550' TD-15550



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

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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. <u>Below Ground Level Cap (Lesser Prairie-Chicken Habitat)</u>: 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. <u>Show date well was plugged</u>.

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