Form 3160-5 (June 2015)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Rec'd 08/04/2020 - NMOCD FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

| SUNDR<br>Do not use<br>abandoned v   | <ul><li>5. Lease Serial No. NMNM66925</li><li>6. If Indian, Allottee or Tribe Name</li></ul>   |   |  |  |  |  |  |  |
|--|--|---|--|--|--|--|--|--|
| SUBMIT II  | 7. If Unit or CA/Agreement, Name and/or No.  |   |  |  |  |  |  |  |
| Type of Well   | 8. Well Name and No.<br>MESA VERDE WO  | C UNIT 9H   |  |  |  |  |  |  |
| Name of Operator     OXY USA INCORPORATE   | Contact:   | LESLIE REE<br>REEVES@OXY.   | VES<br>COM   |  | 9. API Well No.<br>30-025-45871-0  | 0-X1   |  |  |
| 3a. Address<br>P O BOX 4294<br>HOUSTON, TX 77210-429   | 4  | 3b. Phone No<br>Ph: 713-49  | (include area code) 7-2492 10. Field and Pool or Exploratory Area WOLFCAMP   |  |  | Exploratory Area   |  |  |
| 4. Location of Well (Footage, Sec.   | , T., R., M., or Survey Description  | 1)  |  |  | 11. County or Parish, State  |  |  |  |
| Sec 18 T24S R32E SESE 4<br>32.211319 N Lat, 103.7093   |  |   |  |  | LEA COUNTY, I  | NM   |  |  |
| 12. CHECK THE  | APPROPRIATE BOX(ES)  | TO INDICA   | TE NATURE OI   | F NOTICE,  | REPORT, OR OTH   | IER DATA   |  |  |
| TYPE OF SUBMISSION   |  |   | TYPE OF  | ACTION   |  |  |  |  |
| Notice of Intent     ■   | ☐ Acidize  | □ Dee   | pen  | ☐ Product  | ion (Start/Resume)   | ■ Water Shut-Off   |  |  |
| _  | ☐ Alter Casing   | ☐ Hyd   | raulic Fracturing  | ☐ Reclama  | ation  | ■ Well Integrity   |  |  |
| ☐ Subsequent Report  | □ Casing Repair  | □ New   | Construction   | □ Recomp   | olete  | <b>⊠</b> Other   |  |  |
| ☐ Final Abandonment Notice   | ☐ Change Plans   | Plug  | and Abandon  | □ Tempor   | arily Abandon  | Change to Original A PD  |  |  |
|  | ☐ Convert to Injection   | ☐ Plug  | Back   | ■ Water D  | Disposal   |  |  |  |
| 13. Describe Proposed or Completed of If the proposal is to deepen directi Attach the Bond under which the stollowing completion of the involvesting has been completed. Final determined that the site is ready for OXY USA INC. respectfully attached revised production         | onally or recomplete horizontally, work will be performed or provide yed operations. If the operation re Abandonment Notices must be fir final inspection.  requests to amend the cas casing and drill plan inform | give subsurface the Bond No. or esults in a multiple led only after all ing and cemenation. | locations and measur<br>in file with BLM/BIA,<br>e completion or recor-<br>requirements, including<br>inting design in the | red and true ve<br>Required submpletion in a r<br>ng reclamation | rtical depths of all pertinosequent reports must be new interval, a Form 3166 n, have been completed a | ent markers and zones.<br>filed within 30 days<br>0-4 must be filed once |  |  |
|  | Electronic Submission #  | SA INCORPOR   | ATÉD, sent to the  | Hobbs  | •  |  |  |  |
| Name(Printed/Typed) LESLIE REEVES  |  |   | Title REGULA   | ATORY AD   | VISOR  |  |  |  |
| Signature (Electroni   | Signature (Electronic Submission)  |   |  | )20  |  |  |  |  |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE   |  |   |  |  |  |  |  |  |
| Approved By NDUNGU KAMAU  Conditions of approval, if any, are attached. Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. |  |   | TitlePETROLE   | <br>JM ENGINE  | EER  | Date 08/04/2020  |  |  |
| men would childre the applicant to conduct operations thereon.   |  |   |  |  |  |  |  |  |

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.

#### Revisions to Operator-Submitted EC Data for Sundry Notice #523193

**Operator Submitted** 

**BLM Revised (AFMSS)** 

Sundry Type: APDCH

NOI

**APDCH** NOI

NMNM66925 Lease:

NMNM66925

Agreement:

Operator:

**OXY USA INC** 

PO 4294 HOUSTON, TX 77210

Ph: 713-497-2492

P O BOX 4294 HOUSTON, TX 77210-4294

**OXY USA INCORPORATED** 

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Location:

Field/Pool:

State: County:

NM LEA

MESA VERDE; WOLFCAMP

NM LEA

WOLFCAMP

Well/Facility:

MESA VERDE WOLFCAMP UNIT 9H Sec 18 T24S R32E SWSW 422FSL 1254FEL

32.211319 N Lat, 103.709344 W Lon

MESA VERDE WC UNIT 9H Sec 18 T24S R32E SESE 422FSL 1254FEL

32.211319 N Lat, 103.709343 W Lon

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

**OPERATOR'S NAME:** Oxy USA Incorporated

LEASE NO.: NMNM066925

WELL NAME & NO.: | Mesa Verde WC Unit 9H

**SURFACE HOLE FOOTAGE:** 422'/S & 1254'/E **BOTTOM HOLE FOOTAGE** 180'/W & 440'/E

**LOCATION:** Section 18, T.24 S., R.32 E., NMPM

**COUNTY:** Lea County, New Mexico

## ALL PREVIOUS COAS STILL APPLY.

#### A. CASING

### **Casing Design:**

3. The minimum required fill of cement behind the **5-1/2 X 4-1/2** inch production casing is:

## **Option 1 (Single Stage):**

• Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

#### Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
  - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

#### NMK08042020

## OXY USA Inc. – Mesa Verde WC Unit 9H – Amended Drilling Plan

This sundry request is to change the production hole and casing due to an intermediate casing leak and subsequent casing patch placed at 10,606' to 10,637' MD.

| API Number   | Well Name             |
|--------------|-----------------------|
| 30-025-45871 | Mesa Verde WC Unit 9H |

## 1. Casing Program

|                | Casing    | Interval | Csg. Size | Weight |       |       | SF       |             | Body SF           | Joint SF |
|----------------|-----------|----------|-----------|--------|-------|-------|----------|-------------|-------------------|----------|
| Hole Size (in) | From (ft) | To (ft)  | (in)      | (lbs)  | Grade | Conn. | Collapse | SF Burst    | Tension           | Tension  |
| 6.125          | 0         | 11,200   | 5.5       | 20     | P-110 | DQX   | 1.125    | 1.2         | 1.4               | 1.4      |
| 6.125          | 11,200    | 22,516   | 4.5       | 13.5   | P-110 | DQX   | 1.125    | 1.2         | 1.4               | 1.4      |
|                |           |          |           |        |       |       |          | SF Values w | ill meet or Excee | d        |

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

## 2. Cementing Program

| Casing String     | # Sks | Wt.<br>(lb/gal) | Yld<br>(ft3/sack) | H20<br>(gal/sk) | 500# Comp.<br>Strength<br>(hours) | Slurry Description                         |
|-------------------|-------|-----------------|-------------------|-----------------|-----------------------------------|--|
| Production (Lead) | N/A   | N/A             | N/A               | N/A             | ,                                 | N/A  |
| Production (Tail) | 978   | 13.2            | 1.38              | 6.686           | 3:39                              | Class H Cement, Retarder, Dispersant, Salt |

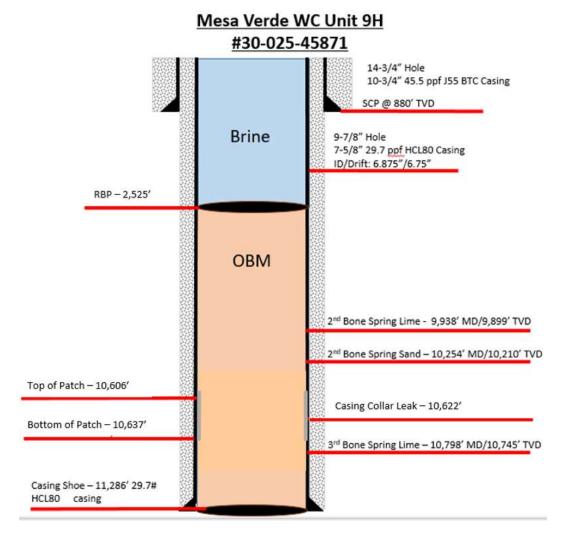
| Casing String     | Top (ft) | Bottom (ft) | % Excess |
|-------------------|----------|-------------|----------|
| Production (Lead) | N/A      | N/A         | N/A      |
| Production (Tail) | 10700    | 22516       | 20%      |

## **Annular Clearance Variance Request**

Oxy requests permission to allow deviation from the 0.422" annular clearance requirement from Onshore Order #2 under the following conditions:

## OXY USA Inc. – Mesa Verde WC Unit 9H – Amended Drilling Plan

1. Annular clearance less than 0.422" is acceptable between casing patch ID (6.351") and 5.5" production casing collar (6.05") within the interval of 10,606' – 10,637' MD.



3. Pressure Control Equipment

| BOP installed and tested before drilling which hole? | Size?   | Min.<br>Required<br>WP | Туре       | ~        | Tested to:               |
|--|---------|------------------------|------------|----------|--------------------------|
| 6.125" Hole  |         | 5M                     | Annular    | <b>✓</b> | 100% of working pressure |
|  | 13-5/8" | 10M                    | Blind Ram  | ✓        | 250 psi / 10000 psi      |
|  | 13-3/8  |                        | Pipe Ram   |          |                          |
|  |         |                        | Double Ram | ✓        |                          |
|  |         |                        | Other*     |          |                          |

<sup>\*</sup>Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

## OXY USA Inc. – Mesa Verde WC Unit 9H – Amended Drilling Plan

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Formation integrity test will be performed per Onshore Order #2.

On Exploratory wells or on that portion of any well approved for a 5M l

On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Y Are anchors required by manufacturer?

A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015. See attached schematics.

### 4. Mud Program

| Depth     |         | Т                                | Waisht (     | <b>V</b> 7: | XXI-4X     |  |
|-----------|---------|----------------------------------|--------------|-------------|------------|--|
| From (ft) | To (ft) | Туре                             | Weight (ppg) | Viscosity   | Water Loss |  |
| 11290     | 22516   | Water-Based or Oil-<br>Based Mud | 11-12.5      | 38-50       | N/C        |  |

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

| What will be used to monitor the loss or gain | PVT/MD Totco/Visual Monitoring |
|---|--------------------------------|
| of fluid?                                     | _                              |

Total estimated cuttings volume: 1607.0 bbls.