Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED OMB NO. 1004-0137 es: January 31, 2018

NMNM69372 ~

6. If Indian, Allottee or Tribe Name

	LAPITCS.	Januai
5.	Lease Serial No.	_
	A 18 48 18 4000070	

	SU	NDR	YN	OHO	ES	AND	REP	ORI	5	ON	WELLS	
Do	not	use	this	form	for	propo	sals	to dr	ill c	or to	re-enter ar	7

abandoned well. Use form 3160-3 (APD) for such proposals.

			06		
SUBMIT IN	TRIPLICATE - Other instruction	ons on page 2 AUG	1 4 2017	M 884 78 a	ame and/or No.
Type of Well	ner	D STEWART	2017	8. Well Name and No. EAST LIVINGSTON RIDO	GE UNIT 6
Name of Operator OXY USA INC	Contact: DAVI E-Mail: david_stewart@d	D STEWART oxy.com	IVED	9. API Well No. 30-025-32464	
3a. Address P.O. BOX 50250 MIDLAND, TX 79710		Phone No. (include area code) 432-685-5717		10. Field and Pool or Explorate LIVINGSTON RDG DE	ory Area LAWARE E
4. Location of Well (Footage, Sec., T	C., R., M., or Survey Description)			11. County or Parish, State	
Sec 7 T22S R32E SWSW 660 32.400619 N Lat, 103.708588				LEA COUNTY, NM	
12. CHECK THE AR	PPROPRIATE BOX(ES) TO I	NDICATE NATURE O	F NOTICE,	REPORT, OR OTHER DA	ATA
TYPE OF SUBMISSION		TYPE OF	ACTION		
Notice of Intent	☐ Acidize	☐ Deepen	☐ Proc	PMV	er Shut-Off
	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Rec	INT TO PA. MY	Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Rec	P&A NR	r
☐ Final Abandonment Notice	☐ Change Plans	☑ Plug and Abandon	☐ Ten	P&A R	
	☐ Convert to Injection	☐ Plug Back	□ Wat		
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final At determined that the site is ready for f. TD-7400' PBTD-7358' Per Sept. 18-5/8" 24# csq @ 848' w/ 350s	erfs-6724-6742' sx, 11" hole, TOC-Surf-Circ s @ 6227',4182' w/2730sx, 7-7/ M&P 25sx cmt to 6505' 40' WOC-Tag 10' WOC-Tag 40' WOC-Tag 40' WOC-Tag 55' WOC-Tag	ond No. on file with BLM/BIA a multiple completion or reco y after all requirements, includ	Required su mpletion in a ing reclamatio	bsequent reports must be filed wit new interval, a Form 3160-4 must	thin 30 days the filed once perator has
14. I hereby certify that the foregoing is Name (Printed/Typed) DAVID ST	Electronic Submission #37779 For OXY U Committed to AFMSS for proce	SA INC, sent to the Hobb ssing by DEBORAH MCKI	S	6/05/2017 ()	
			×	APPROV	ED
Signature (Electronic S		Date 06/02/20		SF.	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved By		Title T P	T.	1 Serent	Date 08/03/13

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.

(Instructions on page 2)

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.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **
FOR RECORD ONLY
MWIOCD 08/04/2017

Office

BUREAU OF LAND MANAGEMENT

Additional data for EC transaction #377790 that would not fit on the form

32. Additional remarks, continued

10# MLF between plugs Above ground steel tanks will be utilized OXY USA Inc. - Proposed East Livingston Ridge Unit #6 API No. 30-025-32464

40sx @ 300'-Surface

25sx @ 925-775' WOC-Tag

25sx @ 2590-2440' WOC-Tag

25sx @ 4255-4105' WOC-Tag

25sx @ 4760-4610' WOC-Tag

25sx @ 6305-6140' WOC-Tag

CIBP @ 6674' w/ 25sx to 6505'

TD-7400'

11" hole @ 848' 8-5/8" csg @ 848' w/ 350sx-TOC-Surf-Circ

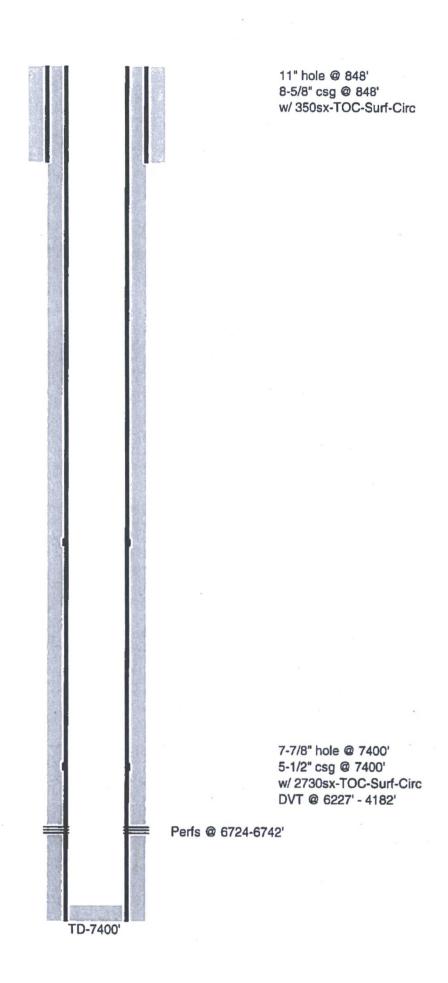
7-7/8" hole @ 7400' 5-1/2" csg @ 7400' w/ 2730sx-TOC-Surf-Circ DVT @ 6227' - 4182'

Perfs @ 6724-6742'

PB-7358'

OXY USA Inc. - Current East Livingston Ridge Unit #6 API No. 30-025-32464

PB-7358'



Conditions of Approval

Oxy USA Inc. East Livingston Ridge Unit - 06, API 3002532464 T22S-R32E, Sec 07, 660FSL & 990FEL August 08, 2016

- 1. Within 90 days of these conditions of approval for the processed Electronic Submission #377790 notice of intent begin wellbore operations.
- 2. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location during this workover operation.
- 3. <u>Notify 575-393-3612 Lea Co as work begins</u>. <u>Plugging procedures are witnessed</u>. If there is no response leave a voice mail with the API#, workover purpose, and a call back phone number.
- 4. Surface disturbance beyond the existing pad must have prior approval.
- 5. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 6. Functional H₂S monitoring equipment shall be on location.
- 7. 3000 (3M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (hand wheels) equipment shall be installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) shall be employed when needed for reasonable well control requirements.
- 8. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during any other crew-intensive operations.
- The BLM PET witness is to run tbg tally and agree to cement volumes and placement.
 Sample each plug for cement curing time and tag and/or pressure test as requested by BLM PET witness.
- 10. Cementing procedure is subject to the next three numbered paragraphs.
- 11. Mix cement plugs to cover a minimum of 100ft plus 10ft for every 1,000ft to the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A cement plug set at 8000 in 7" casing would require a min of 35sx. A 25sx plug in 5 ½" casing should cover 250ft, which may exceed 100ft plus 10ft per 1000ft.
- 12. Class H > 7500ft & C < 7500ft) cement plugs(s) will be necessary. For any plug that requires a tag or pressure test a minimum WOC time of 4 hours(C) & 8 hours(H) is recommended. Formation isolation plugs of Class "C" to be mixed 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water and "H" to be mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water.
- 13. Minimum requirement for mud placed between plugs is 25 sacks of salt water gel per 100 barrels in 9 lb/gal brine.

- 14. Pressure test the production casing to 300psig after setting the CIBP at 6674.
- 15. Tag each plug with tubing.
- 16. File **subsequent sundry** Form 3160-**5** within 30 days of workover procedures. Include (dated daily) descriptions of the well work, i.e. procedure descriptions and setting depths of each plug in the subsequent sundry.

Lesser Prairie Chicken Habitat Area Dry Hole Markers

Stamp or engrave (3/8" letters) information for the plugged well on 8"x 8"aluminum plate of 1/8", 12 gauge, or .080 sign material similar to this example:

Ajax Operating Company
Tailspin – 22

1980FNL & 660FWL - Sec 16 - T22S-R31E
Lease LC029567 API 3001534567
Plugged July 17, 2017

- 1. Center a 3 to 4 foot pipe at a right angles on a 8"x8"x 1/8" or 3/16" steel plate and weld the pipe to the plate.
- 2. Cement the pipe vertically inside the abandoned surface casing. Leave the steel plate about 2" above and horizontal to ground level.
- 3. Fix the aluminum plate with the well information to the steel plate with ¼ inch bolts and locking nuts or self tapping fine threaded screws (one in each corner).
- 4. On the BLM Form 3160-5 subsequent report of abandonment state that a ground level dry hole marker installed as required by BLM and NMOCD Order No. R-12965.

Reclamation Objectives and Procedures

In Reply Refer To: 1310

Reclamation Objective: 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 pre-disturbance 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. 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 needed. This will apply to well pads, facilities, and access roads. Barricade all access road(s) at the starting point. If reserve pits have not been adequately reclaimed due to salts or other contaminants, propose a plan for BLM approval to provide restoration of the pit area.

- 1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations should have included 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 locations and/or access roads not having an approved plan, or an inadequate plan for surface reclamation the operator must submit a proposal describing the procedures for reclamation. The appropriate time for submittal would be when filing the Notice of Intent, or with the Subsequent Sundry Report of Abandonment on Form 3160-5. The final reclamation goal is to be completed within 6 months of wellbore abandonment.
- 3. With 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 may 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.
- 4. Upon reclamation conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a BLM specialist to inspect the location to verify work was completed as per approved plans.

- 5. The BLM approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been tentatively reestablished. If the objectives have not been met BLM will be notify the operator of the required corrective actions.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time the full 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 full 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 a BLM specialist will again 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 for 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 Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Trishia Bad Bear Natural Resource Specialist 575-393-3612, 575-390-2258 (Cell)

Jesse Bassett Natural Resource Specialist 575-234-5913, 575-499-5114 (Cell)

Paul Murphy Natural Resource Specialist 757-234-5975, 575-885-9264 (Cell)

Henryetta Price Environmental Protection Specialist 575-234-5951, 575-706-2780 (Cell) Robertson, Jeffery Natural Resource Specialist 575-234-2230, 575-706-1920 (Cell)

Vance Wolf Natural Resource Specialist 575-234-5979

Brooke Wilson Natural Resource Specialist 575-234-6237

Arthur Arias Environmental Protection Specialist 575-234-6230, 575-499-3378 (Cell)

Shelly Tucker Environmental Protection Specialist 575-234-5905, 575-361-0084 (Cell)