Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Hob

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

6. If Indian, Allottee or Tribe Name

Serial No. NMNM107395

| ha | |
|-----|----------|
| DDS | 5. Lease |

| SUNDKIN | OTICES AN | DKEPUKI | ON WELLS | |
|-----------------|---------------|----------------|------------------|-----|
| Do not use this | form for proj | posals to dril | l or to re-enter | an |
| shandoned well | Use form 31 | 160-3 (APD) fe | or such propos | ale |

| | | | | 17 | | |
|--|--|--|---|---|--|-----------------------|
| SUBMITIN | TRIPLICATE - Other inst | ructions on p | ige ZEP I o | CO | 7. If Unit or CA/Agree | ment, Name and/or No. |
| Type of Well | | | ECE | (10) | 8. Well Name and No. FOXGLOVE 29 FE | EDERAL 01 |
| Name of Operator OXY USA INCORPORATED | | | \RT | Ò | 9. API Well No. 30-025-36593-0 | 0-S1 |
| 3a. Address P O BOX 4294 HOUSTON, TX 77210-4294 | | Ph: 432-685 | -5717 |) | BRINNINSTOOL | L-MORROW |
| 4. Location of Well (Footage, Sec., T. | , R., M., or Survey Description) | | | | 11. County or Parish, S | State |
| Sec 29 T23S R33E NWSW 15 | 500FSL 660FWL | | | | LEA COUNTY, I | MM |
| 12. CHECK THE AF | PPROPRIATE BOX(ES) | TO INDICAT | E NATURE O | F NOTICE, | REPORT, OR OTH | ER DATA |
| TYPE OF SUBMISSION | | | TYPE OF | F ACTION | | * |
| Notice of Intent | ☐ Acidize | ☐ Deepe | n | ☐ Product | ion (Start/Resume) | ■ Water Shut-Off |
| _ | ☐ Alter Casing | ☐ Hydra | ulic Fracturing | ☐ Reclam | ation | ■ Well Integrity |
| ☐ Subsequent Report | □ Casing Repair | □ New (| Construction | ☐ Recomp | olete | Other |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug a | nd Abandon | ☐ Tempor | arily Abandon | Workover Operations |
| | ☐ Convert to Injection | Contact: DAVID STEWART avid_stewart@oxy.com 3b. Phone No. (include area code) | | Disposal | | |
| determined that the site is ready for five the Well Preparation: 1. MIRU Pulling unit, reverse 2. Function test 5K BOP (low 3. Check Well head pressure, brine if needed (ensure well is 4. POOH existing lift equipme 5. Will scan tubing and keep 6. RIH to clean out well with book 7. POOH 8. MIRU wireline and 10K PC 9. RIH and set the cement reference. | unit and 10K BOP 250#- high 9500#) try to bleed off any psi at dead)- verify with CE/PE ent (rods and pumps) only yellow tubing, will serbit and scraper to +/-12450 E (Pressure Control Equitation of the control of th | nd kill the well on KMW (Kill land the rest to po' (7" 29# P110 | Approved tests to the for general with fresh water Mud Weight) ipe company. | d as writtene BLM. al require er or 10# | en. Submit bot See atttached ements. | h casing |
| | Electronic Submission #3 For OXY US | a incorpor <mark>i</mark> a | TED, sent to the | e Hobbs | // \ | |
| Name (Printed/Typed) DAVID ST | EWART | | Title SR. RE | GULATORY | ADVISOR - | |
| OXY USÂ INCORPORATED E-Malit david_stewart@cov_com 3 | | | | | | |
| | THIS SPACE FO | R FEDERAL | OR STATE | OFFICE N | se 2 9 2017 | 1/1/2 |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduct the second conduction of the second conductin of the second conduction of the second conduction of the second | uitable title to those rights in the act operations thereon. U.S.C. Section 1212, make it a | subject lease | Office on knowingly and | CARLS | SBAD FIEDA OF THE | |
| (Instructions on page 2) ** BLM REV | ISED ** BLM REVISED | ** BLM RE\ | ISED ** BLN | N REVISED | ** BLM REVISED |)** |

Additional data for EC transaction #363922 that would not fit on the form

32. Additional remarks, continued

12275' with a ~600' FlexSeal/Pressure Net balance plug from 11675-12275'

11. Wait 24 hrs for cement to cure.

12. RIH and tag cement. Confirm tag depth

13. PU bit and drill out top cement retainer
14. Pressure test cement for 15 minutes at 1000#
15. If cement holds, drill out bottom cement retainer

16. Circulate and clean out until 12450'.

17. POOH

18. Test casing against CIBP at 14310' to 8500#19. If holds will move to next phase

1. MIRU wireline and RIH w/ CBL/GR/CCL/VDL from surface to 12450'

2. RDMO pulling unit and ready for the next phase

3. Perforating the 3rd Bone Spring sand, DFIT Analysis Test

4. MIRU wireline and RIH w/perforation gun (4-1/2" EXP-3321-421T, EHD 0.44", 6spf) perforate 3rd Bone Spring 12420-12425'

5. Perform DFIT (~14 days), after completed RDMO DFIT equipment.

FRACTURING:

1. MIRU Frac

2. Perform stg 1 fracturing (refers below for Pump schedule)

3. Set CBP at 12360'

4. MIRU wireline and RIH w/perforation gun (4-1/2" EXP-3321-421T, EHD 0.44", 6spf) perforate additional 3rd Bone Spring at 12287-12289' and 12335-12338'

5. Perform stg 2 fracturing(refers below for Pump schedule)

6. RDMO Frac equipment 7. Secure well.

Attachment 3160-5

OXY USA Inc. - Foxglove 29 Federal #1 - 30-025-36593

Add perforation and fracturing Procedure for 3rd Bone spring

Well Preparation:

- 1. MIRU Pulling unit, reverse unit and 10K BOP
- 2. Function test 5K BOP (low 250#- high 9500#)
- 3. Check Well head pressure, try to bleed off any psi and kill the well with fresh water or 10# brine if needed (ensure well is dead)- verify with CE/PE on KMW (Kill Mud Weight)
- 4. POOH existing lift equipment (rods and pumps)
- 5. Will scan tubing and keep only yellow tubing, will send the rest to pipe company.
- 6. RIH to clean out well with bit and scraper to $\pm -12450'$ (7" 29 # P110).
- 7. POOH
- 8. MIRU wireline and 10K PCE (Pressure Control Equipment)
- 9. RIH and set the cement retainer @ 12290', spot 15' sand on top
- 10. Squeeze the existing perforation 12251-12264'. The cement will pump through 2-7/8" OEDP to 12275' with a ~600' FlexSeal/Pressure Net balance plug from 11675-12275'
- 11. Wait 24 hrs for cement to cure.
- 12. RIH and tag cement. Confirm tag depth
- 13. PU bit and drill out top cement retainer
- 14. Pressure test cement for 15 minutes at 1000#
- 15. If cement holds, drill out bottom cement retainer
- 16. Circulate and clean out until 12450'.
- 17. POOH
- 18. Test casing against CIBP at 14310' to 8500#
- 19. If holds will move to next phase

DFIT:

- 1. MIRU wireline and RIH w/ CBL/GR/CCL/VDL from surface to 12450'
- 2. RDMO pulling unit and ready for the next phase
- 3. Perforating the 3rd Bone Spring sand, DFIT Analysis Test
- 4. MIRU wireline and RIH w/perforation gun (4-1/2" EXP-3321-421T, EHD 0.44", 6spf) perforate 3rd Bone Spring 12420-12425'
- 5. Perform DFIT (~14 days), after completed RDMO DFIT equipment.

FRACTURING (Perf and Frac Method)

- 1. MIRU Frac
- 2. Perform stg 1 fracturing (refers below for Pump schedule)
- 3. Set CBP at 12360'
- 4. MIRU wireline and RIH w/perforation gun (4-1/2" EXP-3321-421T, EHD 0.44", 6spf) perforate additional 3^{rd} Bone Spring XY 12287-12289' and 12335-12338'
- 5. Perform stg 2 fracturing(refers below for Pump schedule)
- 6. RDMO Frac equipment
- 7. Secure well.

Stage: 1

| Clean Fluid Totals | |
|--------------------|------------|
| Slickwater | 56,977 gal |
| 15% HCI | 2,000 gal |
| WF115 | 32,779 gal |
| YF115FlexD | 24,444 gal |

| Proppant Totals | |
|------------------|--------------|
| 100 Mesh | 2,083.2 lbn |
| 100 Mesh | 27,916.7 lbn |
| White Sand 40/70 | 14,445.0 lbn |
| White Sand 30/50 | 55,555.0 lbn |

| Pre-Pad | | | Fluid | Prop Type | Prop | Prop Per Stage | Cum Prop Amt | Stage Slurry Vol | Sturry | Pump Time | Clean Rate | Slurry |
|----------|------------------|--------|---------|------------------|------|-------------------|-----------------|------------------------|---------|--------------|---------------|--------|
| Dec Dod | | gal | gal | | PPA | ibm | lbm | bbl | bbl | min | bbl/min | bbl/mi |
| Fre-Fau | Slickwater | 2,000 | 2,000 | | 0.0 | 0.0 | 0.0 | 47.6 | 47.6 | 2.4 | 20.0 | 20 |
| Acid | 15% HCI | 2,000 | 4,000 | | 0.0 | 0.0 | 0.0 | 47.6 | 95.2 | 1.6 | 30.0 | 30 |
| Pad | Slickwater | 8,333 | 12,333 | | 0,0 | 0.0 | 0.0 | 198.4 | 293.6 | 6.6 | 30.0 | 30 |
| 0.25 PPA | Slickwater | 8,333 | 20,666 | 100 Mesh | 0.3 | 2,083.2 | 2,083.2 | 200.7 | 494.3 | 6.7 | 29.7 | 30 |
| 0.5 PPA | Slickwater | 11,389 | 32,055 | 100 Mesh | 0.5 | 5,694.5 | 7,777.7 | 277.3 | 771.6 | 9.2 | 29.3 | 30 |
| 0.75 PPA | Slickwater | 11,111 | 43,166 | 100 Mesh | 0.8 | 8,333.2 | 16,111.0 | 273.5 | 1,045.1 | 9.1 | 29.0 | 30 |
| 1.0 PPA | Slickwater | 13,889 | 57,055 | 100 Mesh | 1.0 | 13,889.0 | 30,000.0 | 345.6 | 1,390.8 | 11.5 | 28.7 | 30 |
| Sweep | WF115 | 10,000 | 67,055 | | 0.0 | 0.0 | 30,000.0 | 238.1 | 1,628.9 | 7.9 | 30.0 | 30 |
| 0.25 PPA | .WF115 | 5,556 | 72,611 | White Sand 40/70 | 0.3 | 1,389.0 | 31,389.0 | 133.8 | 1,762.7 | 4.5 | 29.7 | 30 |
| 0.5 PPA | WF115 | 5,556 | 78,167 | White Sand 40/70 | 0.5 | 2,778.0 | 34,167.0 | 135.3 | 1,898.0 | 4.5 | 29.3 | 30 |
| 0.75 PPA | WF115 | 5,556 | 83,723 | White Sand 40/70 | 0.8 | 4,167.0 | 38,334.0 | 136.8 | 2,034.8 | 4.6 | 29.0 | 30 |
| 1.0 PPA | WF115 | 6,111 | 89,834 | White Sand 40/70 | 1.0 | 6,111.0 | 44,445.0 | 152.2 | 2,186.9 | 5.1 | 28.7 | 30 |
| 1.5 PPA | YF115FlexD | 5,833 | 95,667 | White Sand 30/50 | 1.5 | 8,749.5 | 53,194.5 | 148.3 | 2,335.2 | 4.9 | 28.1 | 30 |
| 2.0 PPA | YF115FlexD | 5,833 | 101,500 | White Sand 30/50 | 2.0 | 11,666.0 | 64,860.5 | 151.4 | 2,486.7 | 5.0 | 27.5 | 30 |
| 2.5 PPA | YF115FlexD | 6,389 | 107,889 | White Sand 30/50 | 2.5 | 15,972.5 | 80,833.0 | 169.3 | 2,656.0 | 5.6 | 27.0 | 36 |
| 3.0 PPA | YF115FlexD | 6,389 | 114,278 | White Sand 30/50 | 3.0 | 19,167.0 | 100,000.0 | 172.8 | 2,828.8 | 5.8 | 26.4 | 30 |
| Flush | see next section | | | | | | | | | | | |

Pad 8,333 gal Frac 91,945 gal Pad% 8.3 %

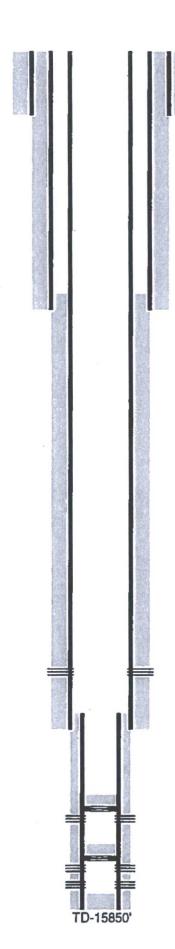
Stage: 2

| Clean Fluid Totals | | |
|--------------------|---------|-------|
| Slickwater | 110,034 | gal |
| 15% HCI | 2,000 | gal ` |
| WF115 | 65,555 | gal |
| YF115FlexD | 48,890 | gal |

| Proppant Totals | | | | | |
|------------------|---------------|--|--|--|--|
| 100 Mesh | 60,000.2 lbm | | | | |
| White Sand 40/70 | 28,888.5 lbm | | | | |
| White Sand 30/50 | 111.113.5 lbm | | | | |

| Stage | Fluid Type | Clean Fluid Vol | Cum Clean Fluid | Prop Type | B.H. Prop Conc | Prop Per Stage | Cum Prop Amt | Stage Slurry Vol | Sturry Vol | Pump Time | Clean Rate | Slurry |
|----------|------------------|-----------------------|-----------------------|------------------|----------------------|-------------------|-----------------|------------------------|---------------|--------------|---------------|--------|
| | | gal | gal | | PPA | Ibm | Ibm | bbl | bbl | min | bbl/min | bbl/mi |
| Pre-Pad | Slickwater | 2,000 | 2,000 | | 0.0 | 0.0 | 0.0 | 47.6 | 47.6 | 2.4 | 20.0 | 20 |
| Acid | 15% HCI | 2,000 | 4,000 | | 0.0 | 0.0 | 0.0 | 4,7.6 | 95.2 | 1.6 | 30.0 | 30 |
| Pad | Slickwater | 16,667 | 20,667 | , | 0.0 | 0.0 | 0.0 | 396.8 | 492.1 | 13.2 | 30.0 | 30. |
| 0.25 PPA | Slickwater | 16,667 | 37,334 | 100 Mesh | 0.3 | 4,166.7 | 4,166.7 | 401.3 | 893.4 | 13.4 | 29.7 | 30. |
| 0.5 PPA | Slickwater | 22,778 | 60,112 | 100 Mesh | 0.5 | 11,389.0 | 15,555.7 | 554.6 | 1,448.0 | 18.5 | 29.3 | 30. |
| 0.75 PPA | Stickwater | 22,222 | 82,334 | 100 Mesh | 0.8 | 16,666.5 | 32,222.2 | 547.0 | 1,995.0 | 18.2 | 29.0 | 30. |
| 1.0 PPA | Slickwater | 27,778 | 110,112 | 100 Mesh | 1.0 | 27,778.0 | 60,000.2 | 691.3 | 2,686.3 | 23.0 | 28.7 | 30 |
| Sweep | WF115 | 20,000 | 130,112 | | 0.0 | 0.0 | 60,000.2 | 476.2 | 3,162.5 | 15.9 | 30.0 | 30. |
| 0.25 PPA | WF115 | 11,111 | 141,223 | White Sand 40/70 | 0.3 | 2,777.7 | 62,778.0 | 267.6 | 3,430.1 | 8.9 | 29.7 | 30. |
| 0.5 PPA | WF115 | 11,111 | 152,334 | White Sand 40/70 | 0.5 | 5,555.5 | 68,333.5 | 270.6 | 3,700.7 | 9.0 | 29.3 | 30. |
| 0.75 PPA | WF115 | 11,111 | 163,445 | White Sand 40/70 | 0.8 | 8,333.2 | 76,666.7 | 273.6 | 3,974.3 | 9.1 | 29.0 | 30. |
| 1.0 PPA | WF115 | 12,222 | 175,667 | White Sand 40/70 | 1.0 | 12,222.0 | 88,888.7 | 304.3 | 4,278.6 | 10.1 | 28.7 | 30. |
| 1.5 PPA | YF115FlexD | 11,667 | 187,334 | White Sand 30/50 | 1.5 | 17,500.5 | 106,389.2 | 296.6 | 4,575.2 | 9.9 | 28.1 | 30. |
| 2.0 PPA | YF115FlexD | 11,667 | 199,001 | White Sand 30/50 | 2.0 | 23,334.0 | 129,723.2 | 302.9 | 4,878.1 | 10.1 | 27.5 | 30. |
| 2.5 PPA | YF115FlexD | 12,778 | 211,779 | White Sand 30/50 | 2.5 | 31,945.0 | 161,668.2 | 338.6 | 5,216.8 | 11.3 | 27.0 | 30. |
| 3.0 PPA | YF115FlexD | 12,778 | 224,557 | White Sand 30/50 | 3.0 | 38,334.0 | 200,002.2 | 345.5 | 5,562.3 | 11.5 | 26.4 | 30. |
| Flush | see next section | | | | | | | | | | | |
| Totals: | | 224,557 | | | | 200,002.2 | | 5,562.3 | | 186.2 | | |

OXY USA Inc. - Current Foxglove 29 Federal #1 API No. 30-025-36593



17-1/2" hole @ 1286' 13-3/8" csg @ 1286' w/ 1350sx-TOC-Surf-Circ

12-1/4" hole @ 5015' 9-5/8" csg @ 5015' w/ 1895sx-TOC-Surf-Circ

8-1/2" hole @ 12600' 7" csg @ 12600' w/ 2300sx-TOC-4874'-CBL

Perfs @ 12251-12264'

6-1/8" hole @ 15850' 5" liner @ 12435-15850 w/ 415sx-TOC-12435'-Circ

Perfs @ 14372-14433'

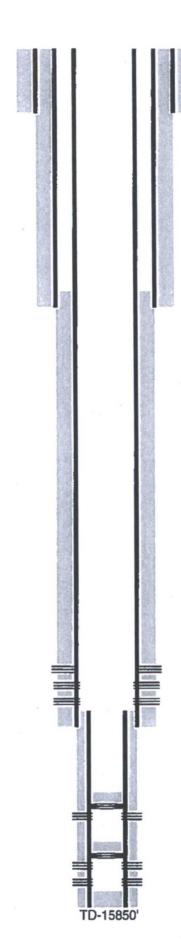
Perfs @ 15464-15644'

CIBP @ 14342' w/ 32' cmt

CIBP @ 15420' w/ 50' cmt

PB-15757¹

OXY USA Inc. - Proposed Foxglove 29 Federal #1 API No. 30-025-36593



17-1/2" hole @ 1286' 13-3/8" csg @ 1286' w/ 1350sx-TOC-Surf-Circ

12-1/4" hole @ 5015' 9-5/8" csg @ 5015' w/ 1895sx-TOC-Surf-Circ

8-1/2" hole @ 12600' 7" csg @ 12600' w/ 2300sx-TOC-4874'-CBL

Perfs @ 12251-12264' - Cmt sqz Perfs @ 12287-12425'

> 6-1/8" hole @ 15850' 5" liner @ 12435-15850 w/ 415sx-TOC-12435'-Circ

Perfs @ 14372-14433'

Perfs @ 15464-15644'

CIBP @ 14342' w/ 32' cmt

CIBP @ 15420' w/ 50' cmt

PB-15757'

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

General Requirements

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 this approval.

If you are unable to plug back 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 back. Failure to do so will result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. For wells in Eddy County, call 575-361-2822.
- 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.

Before pumping 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>Subsequent Plug back Reporting:</u> Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back 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 work was completed.</u>
- 7. <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.