Form 3160-5 (April 2004)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No 1004-0137 Expires: March 31, 2007

5. Lease Serial No.

**OCD Artesia** 

## NIM DTZ 60

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name	
1. Type of Well  Gas Well  Other					8. Well Nar	and No
2. Name of Operator OXY USA WTP LP				100.160	HillsUnit#35	
			0. (include area code)		9. API We	ell No. 15-32199
P.O. Box 50250 Midland, TX	432-685-5717			10. Field and	d Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., S-1087 FNL 2037 B-922 FSL 2348	I FEL NUNE (B)	Sec 33 7	TAIS P	24E		BesinUp.Pem (Assor Or Parish, State Ly NM
	PPROPRIATE BOX(ES) TO					OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION						
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize  Alter Casing  Casing Repair  Change Plans  Convert to Injection	Deepen Fracture Treat New Constru Plug and Aba Plug Back	t	Production (Sta Reclamation Recomplete Temporarily Al Water Disposal	·	Water Shut-Off Well Integrity Other
following completion of the involved operations. If the operation results in a mutesting has been completed. Final Abandonment Notices shall be filed only after determined that the site is ready for final inspection.)  Indian Hills Unit #35 – 30-015-32199  TD-8875'M 8555'V PBTD-8766'M 8453'V Perfs-8142-85			requirements,	or recompletion including reclam  pried for NMOCD	record	DEC 06 2011
			•	,	1	NMOCD ARTESIA
OXY USA WTP LP respectful future recompletion with the						
success of this project, this  1. POOH w/ prod equipme  2. Notify BLM/NMOCD of c	well would be a future ent, RIH & set CIBP @ +/ casing integrity test 24h	candidate. /-8095' rs in advanc	e. <b>S</b>	SEE ATT	TACHE IONS (	D FOR OF APPROVAL
3. RU pump truck, circulate	well with treated wate	er, pressure	test casin	ig to 500# f	or 30 min.	
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)  David Stewart			Title Regulatory Advisor			
Signature			Date IllaalII			
	THIS SPACE FOR	FEDERAL (	OR STAT			
Approved by /s/ JD Whitlock Jr			Title	LPET		Date 12/5/11
Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant to		or	CFO		()/(	

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 anymatter within its jurisdiction.

(Instructions on page 2)

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

## Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporarily abandoned well is defined as a completion that is not capable of production in paying quantities but which may have value as a service well. Pursuant to 43 CFR 3162.3-4 (c), no well may be temporarily abandoned for more than 30 days without the prior approval of the authorized officer.

Temporary Abandonment (TA) status approval requires a successful mechanical or casing integrity test as follows:

- 1. A Notice of Intent (NOI) Sundry Notice (Form 3160-5) requesting approval to run a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A description of the temporary abandonment procedure.
  - a. A bridge plug or packer must be installed as close to 50 feet above any open perforations or open hole as possible. If a cement plug is used, the top of the cement must be verified by tagging.
  - b. The wellbore must be filled with corrosion inhibited fluid and pressure tested to 500 psi. The casing shall be capable of holding this pressure for at least 30 minutes. Any leak-off will be evaluated.
  - c. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
  - d. A bradenhead test must be conducted. If the test indicates a problem exists, a remedial plan and time frame for remediation shall be submitted within ninety (90) days of the test.
  - e. Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County, 575-361-2822; Lea County 575-393-3612.
- 3. Provides justification why the well should be temporarily abandoned rather than permanently plugged and abandoned and an estimated date that the well will be returned to beneficial use or plugged and abandoned.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status provided that the operator:

- 1. **Submits a subsequent Sundry Notice** (Form 3160-5) requesting TA approval <u>with well bore</u> diagram with all perforations and CIBP's and tops of cement on CIBP's.
- 2. Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.
- Give justification to allow well to be place in TA status and plan for future use of well with time frame that well will be place back on line or plans to P&A well will be submitted.

If the well does not pass the casing integrity test, then the operator shall within 30 days submit to BLM for approval one of the following:

- 1. A procedure to repair the casing so that a TA approval can be granted.
- 2. A procedure to plug and abandon the well.

## Indian Hills Unit #35

- 1. Well may be approved to be TA/SI for a period of 12 months or until 12/01/2012 after successful MIT and subsequent report with well bore diagram is submitted.
- 2. This will be the only TA approval for this well.
- 3. Well must be returned to production or plans to P&A must be submitted by Dec. 1, 2012.
- 4. Notify BLM to witness setting of CIBP.