Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5.	Lease Serial No.
	NMLC067132

SUNDRY	l NN	NMLC067132				
Do not use the abandoned we	6. If I	ndian, Allott	ee or Tribe Name			
SUBMIT IN TRI	PLICATE - Other instruct	7. If U	7. If Unit or CA/Agreement, Name and/or No.			
Type of Well Oil Well	·		I Name and Y PUMA F	No. EDERAL COM 1		
Name of Operator OXY USA WTP LP	WART		I Well No. -015-3058	9		
3a. Address P.O. BOX 50250 MIDLAND, TX 79710	3b. Phone No Ph: 432-68 Fx: 432-68	o. (include area code) 35-5717 5-5742	10. Fi TU	10. Field and Pool, or Exploratory TURKEY TRACK MORROW, N.		
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)			11. Co	ounty or Pari	sh, and State
Sec 22 T18S R29E SENW 16 32.735654 N Lat, 104.064716			ED	DY COUN	NTY, NM	
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE	E NATURE OF N	IOTICE, REPORT	, OR OTI	HER DATA
TYPE OF SUBMISSION TYPE OF ACTION						
Notice of Intent	☐ Acidize	Dee	pen	□ Production (Sta	rt/Resume)	■ Water Shut-Off
_	☐ Alter Casing	☐ Frac	cture Treat	☐ Reclamation		■ Well Integrity
☐ Subsequent Report	Casing Repair	□ Nev	v Construction	☐ Recomplete		☐ Other
☐ Final Abandonment Notice	□ Change Plans	🔀 Plug	g and Abandon	☐ Temporarily Abandon		
	☐ Convert to Injection	Plug	g Back	■ Water Disposal		
If the proposal is to deepen directions Attach the Bond under which the woi following completion of the involved testing has been completed. Final At determined that the site is ready for fit TD-11400' PBTD-11380' 13-3/8" 48# csg @ 390' w/ 10-8-5/8" 32# csg @ 3220' w/ 1774-1/2" 11.6# csg @ 11400' w/	rk will be performed or provide to operations. If the operation result operation result operation result operation result of the control of t	he Bond No. or alts in a multiple d only after all C-Surf-Circ ourf-Circ	n file with BLM/BIA. le completion or recor requirements, includi	Required subsequent mpletion in a new inter ng reclamation, have b	reports shall val, a Form een complete	be filed within 30 days 3160-4 shall be filed once ed, and the operator has
Circulate 10# MLF between plugs 1. RIH & set CIBP @ 10990', M&P 25sx cmt 2. M&P 30sx cmt @ 10400-10100' WOC-Tag 3. M&P 25sx cmt @ 8650-8450' WOC-Tag CONDITIONS OF A RDD 6						ED FOR
4. Pert @ 7480', sqz 85sx cmt	to 7230' WOC-Tag	Reg	uiced	CONDI	1101/12	OF APPROVAL
14. I hereby certify that the foregoing s	Electronic Submission #21 For OXY L	JSA WTP LPI	sent to the Carls	bad	3	RECEIVED
Committed to AFMSS for processing Name(Printed/Typed) DAVID STEWART			JOHNNY DICKERSON on 08/28/2013 () Title SR. REGULATORY ADVISOR			SEP 1 1 2013
Signature (Electronic Submission)			Date 08/27/20	13	N	MOCD ARTESIA
	THIS SPACE FOR	R FEDERA			<u></u>	
	00		Title SE	A C		Date 9-6-13
Approved By Conditions of approval, if any, are attached certify that the appricant holds legal or equ			<u> </u>	Date		
which would encile the applicant to condu Title 18 U.S.C. Section 1001 and Title 43	ct operations thereon. U.S.C. Section 1212, make it a cr	rime for any pe	Office C C		y department	or agency of the United
States any false, fictitious or fraudulent s	tatements or representations as to	o any matter wi	ithin its jurisdiction.			

Additional data for EC transaction #218335 that would not fit on the form

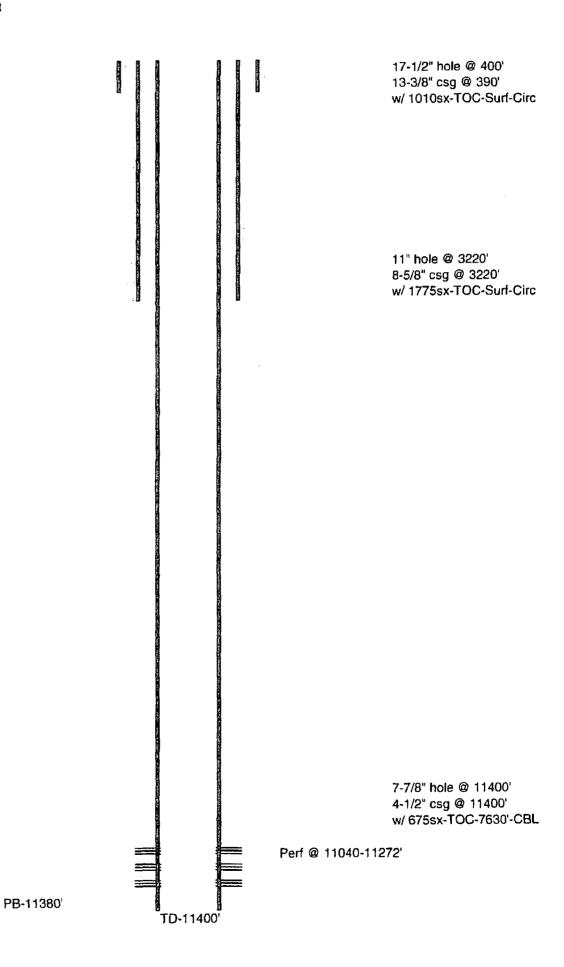
32. Additional remarks, continued (25/8)
5. Perf @ 5650, sqz 50sx cmt to 5500 WOC-Tag
6. Perf @ 3925', sqz 50sx cmt to 3775' WOC-Tag
7. Perf @ 3270', sqz 50sx cmt to 3135' WOC-Tag
8. Perf @ 2900', sqz 50sx cmt to 2770' WOC-Tag
9. Perf @ 2050', sqz 45sx cmt to 1930' WOC-Tag
10.Perf @ 440', sqz 155sx cmt to Surface

Add plug: Per f 870, sqz to 770. woc Tag

Above ground steel tanks will be utilized.

OXY USA WTP LP - Proposed OXY Puma Federal Com #1				
API No. 30-015-30589				
155sx @ 440'-Surface				17-1/2" hole @ 400'
Z/salt 820/947	H	<u> Perf</u> @	9 440'	//3-3/8" csg @ 390' w/ 1010sx-TOC-Surf-Circ
Vidos 1106/1086.			Water	Flow 620'- 900'-1052
45sx @ 2050-1930' WOC-Tag Q 2000	The state of the s	≠ Perf @	2050 ′	
50sx @ 2900-2770' WOC-Tag	A Company of the comp	≞ Perf @	<i>2900'</i>	11" hole @ 3220'
50sx @ 3270-3135' WOC-Tag				8-5/8" csg @ 3220' w/ 1775sx-TOC-Surf-Circ
		Perf @	3270'	W / / / OSX 100-our-one
50sx @ 3925-3775' WOC-Tag				
	JA	≩ Perf @	3925'	
	V			
50sx @ 5650-5500' WOC-Tag				
BS 6638		≰ Perf @	5650'	
85sx @ 7480-7230' WOC-Tag				
	5	Perf @ 1	7480'	
25sx @ 8650-8450' WOC-Tag Penn 969/ 30sx @ 10400-10100' WOC-Tag St 10128 At 10502				
Penn 969/				
10sx @ 10400-10100' WOC-Tag St 10128				
At 1050Z				
At 10502 CIBP @ 10990' w/ 25sx MR 10688			4	-7/8" hole @ 11400' -1/2" csg @ 11400' // 675sx-T <u>OC-7630'</u> -CBL
= 1.47		Perf @ 11	1040-11272	
		=		
PB-11380'				
	TD-11400'			

OXY USA WTP LP - Current OXY Puma Federal Com #1 API No. 30-015-30589



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

Permanent Abandonment of Federal Wells Conditions of Approval

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. Dry Hole Marker: 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.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

- 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. **Show date well was plugged.**
- 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 procedure.

Requirements for dry hole markers in Prairie Chicken Habitat <u>Well Identification Markers</u> Conditions of Approval (COA)

The BLM Carlsbad Field Office (CFO) Conditions of Approval (COA) have required that ground level dry hole markers be placed on wells within the Lesser Prairie Chicken habitat area. However, Onshore Order 2.III.G.10 allows for surface caps to be installed at the base of the cellar of a minimum of 3 feet below the restored ground level. The dry hole markers will be to the following specifications. The operator will construct the markers as follows:

- 1. A steel plate 1/4 inch thick shall be placed on the wellbore, welded in place and with a weep hole.
- 2. Aluminum data plates may be bolted to the steel plate with minimum ¼ inch bolts and locking nuts or self tapping fine threaded screws. A minimum of one in each corner is to be installed on each plate.
- 3. An 8 inch x 8 inch aluminum plate, which is 12 gauge or .080 sign material (1/8 inch aluminum plate may be used in place of the .080 plate) with the required information for that well stamped or engraved in a minimum 3/8 inch tall letter or number.
- 4. The following information will be stamped or engraved on the 8 inch X 8 inch aluminum plate in the following order.
 - a. First row: Operator's name
 - b. Second row: Well name and number
 - c. Third row: Legal location to include ¼ ¼, Section, Township, and range. If the legal location cannot be placed on one row it can be split into two rows with the ¼ ¼ (example: 1980 FNL 1980 FWL) being on the top row.
 - d. Fourth row: Lease Number and API number.
 - i. Example marker plate: (attached)

NMOCD Order No. R-12965 also required 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 ground level dry hole marker was installed as required in the COAs from the BLM.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. 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 predisturbance 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, redistribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of
 Operations must include 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 wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have 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 would 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. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the 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 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 the BLM specialist will 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 of 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:

Inspection & Enforcement

Jim Amos Supervisory Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Mike Burton Environmental Protection Specialist 575-234-2226

Jeffery Robertson Natural Resource Specialist 575-234-2230

Jennifer Van Curen Environmental Protection Specialist 575-234-5905

Doug Hoag Civil Engineering Technician 575-234-5979

Linda Denniston Environmental Protection Specialist 575-234-5974

Solomon Hughes Natural Resource Specialist 575-234-5951

Permitting

Cody Layton Natural Resource Specialist 575-234-5959

Trishia Bad Bear Natural Resource Specialist 575-393-3612

Todd Suter Surface Protection Specialist 575-234-5987

Tanner Nygren Natural Resource Specialist 575-234-5975

Amanda Lynch Natural Resource Specialist 575-234-5922

Legion Brumley Environmental Protection Specialist 575-234-5957

Realty, Compliance

Randy Pair Environmental Protection Specialist 575-234-6240