‰rm 3160-5⁴ (Atigust 200)

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

NM OIL CONSERVATION

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

☐ Reclamation

□ Recomplete

▼ Temporarily Abandon

Lease	Serial	No.		
NIMI	ഹാമ	275	R	

	SUNDRY NOTICES AND REPORTS ON WELLS	AUG	Z J	Ļ	ZU
O	not use this form for proposals to drill or to re-enter	an			

6 If Indian Allottee or Tribe Name

abandoned w	FIVED	G. 17 Midstan, 7 Moster of 1710c France			
SUBMIT IN TR	7. If Unit or CA/Agreement, 1	Name and/or No.			
Type of Well			8. Well Name and No. OXY ROSCOE FEDERA	8. Well Name and No. OXY ROSCOE FEDERAL 2	
Name of Operator     OXY USA WTP LP		act: DAVID STEWART _stewart@oxy.com	9. API Well No. 30-015-33660		
3a. Address P.O. BOX 50250 MIDLAND, TX 79710		3b. Phone No. (include area co. Ph: 432-685-5717 Fx: 432-685-5742	de) 10. Field and Pool, or Explora CROW FLATS MORE		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Descr	iption)	11. County or Parish, and Stat	ie	
Sec 4 T17S R27E NWNW 60 32.869910 N Lat, 104.28834			EDDY COUNTY, NM		
12. CHECK API	PROPRIATE BOX(ES	S) TO INDICATE NATURE OF	F NOTICE, REPORT, OR OTHER DA	ΓÁ	
TYPE OF SUBMISSION	PE OF SUBMISSION TYPE OF ACTION				
D Ninting of Latent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume) ☐ V	Vater Shut-Off	

□ Convert to Injection ☐ Plug Back ■ Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

☐ Fracture Treat

■ New Construction

☐ Plug and Abandon

TD-9150' PBTD-9105' Perfs-8819-8829'

OXY USA Inc. respectfully requests to temporarily abandon this well. It is currently being evaluated for possible future recompletion in the Wabo/Wolfcamp/Abo. Because of the recent drop in commodity prices, but no decrease seen in well service cost, we are not able to economically recomplete these wells at this time. However, we expect commodity prices to increase, or well service prices to decrease within a year, and then plan to commence recompletion operations.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

☐ Well Integrity

☐ Other

■ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

1. RIH & set CIBP @ +/-8770 2. Notify BLM/NMOCD of casing integrity test 24hrs in advance.

3. RU pump truck, circulate well with treated water, pressure test casing to 500# for 30 min.

☐ Alter Casing

□ Casing Repair

☐ Change Plans

ccepted for record NMOCD RT 9/8/5

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14. I hereby certify that the foregoing is true and correct.  Electronic Submission #288815 verifie  For OXY USA WTP LE	d by the BLM Well Information System , sent to the Carlsbad
Name (Printed/Typed) DAVID STEWART	Title SR. REGULATORY ADVISOR
Signature (Electronic Submission)	Date 01/21/2015 APPROVED
THIS SPACE FOR FEDERA	AL OR STATE OFFICE USE
Approved By Charles Nimmer	PETROLEUM ENGINEER Date
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.	Office  BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

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.

OXY USA WTP LP - Proposed OXY Roscoe Federal #2 API No. 30-015-33660



12-1/4" hole @ 1210' 9-5/8" csg @ 1210' w/ 775sx-TOC-Surf-Circ

8-3/4" hole @ 9150' 5-1/2" csg @ 9150' w/ 825sx-TOC-4700'-TS

CIBP @ 8770'

PB-9105'

Perfs @ 8819-8829'

OXY USA WTP LP - Current OXY Roscoe Federal #2 API No. 30-015-33660

> 12-1/4" hole @ 1210' 9-5/8" csg @ 1210' w/ 775sx-TOC-Surf-Circ

> 8-3/4" hole @ 9150' 5-1/2" csg @ 9150' w/ 825sx-TOC-4700'-TS

Perfs @ 8819-8829'

PB-9105'

TD-9150

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

# Approved for a period of 12 months ending 8/17/2016 subject to conditions of approval.

## 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. CIBP must be capped with minimum 25 sacks cement, placed with tubing, or 35 feet of cement if placed with bailer.
  - 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. 43 CFR 3162.3-4 (a) The operator shall promptly plug and abandon...wells in which oil or gas is not encountered in paying quantities...

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 with well bore 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.
- 4. 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.

### Oxy Roscoe Federal 2

- 1. Well is approved to be TA/SI for a period of 12 months or until 08/17/2016
- 2. This will be the last TA approval for this well.
- 3. Must submit NOI to recomplete or NOI to P&A. Must be submitted by 08/17/2016
- 4. COA's met at this time.