

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.

Carlsbad Field Office
OCD Artesia

SUBMIT IN TRIPLICATE - Other instructions on page 2

| | | | |
|---|--|---|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | 2. Name of Operator OXY USA INC Contact: JANA MENDIOLA E-Mail: janalyn_mendiola@oxy.com | 5. Lease Serial No. NMMN57273 | 6. If Indian Land or Tribe Name |
| 3a. Address MIDLAND, TX 79710 | 3b. Phone No. (include area code) Ph: 432-685-5936 | 7. If Unit or CA/Agreement, Name and/or No. NMMN137968 | 8. Well Name and No. PALLADIUM MDP1-7-6 FEDERAL COM 2H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 7 T24S R31E SWSW 609FSL 742FWL 32.226265 N Lat, 103.823265 W Lon | | 9. API Well No. 30-015-44299-00-X1 | 10. Field and Pool or Exploratory Area COTTON DRAW |
| | | | 11. County or Parish, State EDDY COUNTY, NM |

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other Workover Operations |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

RUPU 1/20/18, RIH & clean out to PBTD @ 20023?, pressure test csg to 9800# for 30 min, good test. RIH & perf @ 19918-19767, 19717-19561, 19511-19354, 19304-19147, 19097-18941, 18891-18734, 18684-18527, 18477-18321, 18271-18114, 18064-17907, 17857-17701, 17651-17494, 17444-17287, 17237-17080, 17030-16874, 16824-16667, 16617-16460, 16410-16254, 16204-16047, 15997-15840, 15790-15634, 15584-15427, 15377-15220, 15170-15014, 14964-14807, 14757-14600, 14550-14394, 14344-14187, 14137-13980, 13930-13774, 13724-13567, 13517-13360, 13310-13154, 13104-12947, 12897-12740, 12690-12534, 12484-12327, 12277-12120, 12070-11913, 11863-11707, 11657-11500, 11450-11293, 11243-11087, 11037-10880, 10830-10673, 10623-10467, 10417-10260, 10210-10053? Total 1920 holes. Frac in 48 stages w/ 15798930g Slick Water + 49854g 7.5% HCl acid w/ 19256690# sand, RD Schlumberger 2/8/18. RIH & clean out, flow to clean up and test well for potential.

GC 6-14-18
Accepted for record - NMOCD

RECEIVED
JUN 13 2018
DISTRICT II-ARTESIA O.C.D.

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #421184 verified by the BLM Well Information System
For OXY USA INC, sent to the Carlsbad
Committed to AFMSS for processing by PRISCILLA PEREZ on 06/05/2018 (18PP1892SE)

| | |
|------------------------------------|-----------------------------|
| Name (Printed/Typed) DAVID STEWART | Title SR REGULATORY ADVISOR |
| Signature (Electronic Submission) | Date 05/23/2018 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------------------------------|------------|
| Approved By _____ | Title _____ | 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 _____ | JUN - 6 2018 /s/ Jonathon Shepard | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly to provide false information to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.