

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

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|--|--|--|
| 1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NM12828 |
| 2. Name of Operator OXY USA WTP Limited Partnership | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address P.O. Box 50250, Midland, TX 79710-0250 | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3b. Phone No. (include area code) 432-685-5717 | | 8. Well Name and No. Shelby Federal #3 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1900 FSL 2150 FWL NESW(K) SEC 12 T22S R24E | | 9. API Well No. 30-015-25949 |
| | | 10. Field and Pool, or Exploratory Area McKittrick Hills, Upper Penn |
| | | 11. County or Parish, State Eddy NM |

12. CHECK 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"/> Fracture Treat | <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 type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input checked="" 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 recompletable 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 final site is ready for final inspection.)

08/11/06

Notified BLM. MIRU Triple N rig #22 & plugging equipment. NU flow line to steel pit. SD for weekend.


08/14/06

BLM Robert on location. ND wellhead, NU BOP. Released TAC and POOH w/ 256 jts 2-3/8" tubing, TAC, and 3 jts. RIH w/ HM tbg-set CIBP to 7,806'. RU cementer and set CIBP @ 7,806'. Circulated hole w/ mud and pumped 50 sx C cmt 7,806 - 7,050'. PUH w/ tubing to 5,610' and pumped 25 sx C cmt @ 5,610'. POOH w/ 25 stands and SDFN. Will tag in a.m.

08/15/06

Bob Hoskinson w/ BLM on location. RIH w/ tubing and tagged cmt @ 5,244'. Loaded hole and pressure-tested casing to 850 psi, held. POOH w/ tubing to 3,872' and pumped 25 sx C cmt w/ 2% CaCl2 @ 3,872'. POOH w/ tubing to 1,676' and pumped 25 sx C cmt w/ 2% CaCl2 @ 1,676'. PUH 15 stands and WOC 3 hrs. RIH w/ tubing, tagged cmt @ 1,342'. POOH w/ tubing to 457' and pumped 25 sx C cmt w/ 2% CaCl2 @ 457'. POOH w/ tubing and WOC 2 hrs. RIH w/ tubing and tagged cmt @ 106'. POOH w/ tubing, pumped 10 sx C cmt 70' to surface. RD.

Accepted for record - NMOCD

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| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) David Stewart | Title Sr. Regulatory Analyst |
|  | Date 8/17/06 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|---------------------------------------|----------------------------|
| Approved by MARK GCDJ DAVID E. GLASS | Signature RETROVUL ENGINEER | Date AUG 23 2006 |
| 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. | | |
| Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make any statement or representation as to any matter within its jurisdiction. | | |