Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No.

NMWMB86024

SUNDRY NOTICES AND REPORTS ON WELLS				NMWMB86024		
Do not use this form for proposals to drill or to re-enter an			6. If Indian, All	ottee or Tribe Name		
abandoned well. Use Form 3160-3 (APD) for such propos						
SUBMIT IN TRIPLICATE - Other instructions				7. If Unit or CA/Agreement, Name and/or N		
1. Type of Well		DEC 2 8 2009				
Oil Well Gas Well Other		NACCO ARTECIA		8. Well Name and No.		
2. Name of Operator		NMOCD ARTESIA		Cypress 33 Federal #2H		
OXY USA Inc.		16696		9. API Well No.		
		3b. Phone No. (include area code) 432-685-5717		30-015-37308		
P.O. Box 50250 Midland, TX 79710 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				10. Field and Pool, or Exploratory Area		ırea
SL 635 FWL 765 FEL WEWE(A) SEE BHL-660 FWL YOU NWWW(D)		133 TA35 R29E		CedarCaman Base Spring 11. County or Parish, State Eddy WM		
do OUTOK ADDOODIATE	DOV(FO) TO INDI	OATE MATURE OF	- NOTICE DED			
· · · · · · · · · · · · · · · · · · ·	ICATE NATURE OF NOTICE, REPORT, OR OTHER DATA					
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent Acidize Alter Casing Casing Repair		Deepen Fracture Treat New Construction	Reclamati	te X Other Spud. Set		
Final Abandonment Notice				ily Abandon sposal	Csg & Cmt	
If the proposal is to deepen directionally or recompattach the Bond under which the work will be perfollowing completion of the involved operations. It testing has been completed. Final Abandonment It determined that the final site is ready for final inspection. Spud 1012009 Drill 171/2 hole to 470 Cement w/ 5705x HTS External	formed or provide the Bo If the operation results in Notices shall be filed only ection.)	ond No. on file with BL a multiple completion o a fiter all requirements,	M/BIA. Required s r recompletion in a including reclamati	subsequent reports new interval, a For ion, have been con	shall be filed within m 3160-4 shall be find the ope	30 days
Drill 12'4' hole to 3016' Cement w/ 7905x Fconocem (147 bbls) cut to Sunfa Drill 6'12' hole to 11140'v RIH w/ 5'12" 17# LEO Cement w/ 15 21505x C1 H Dev	<u>n</u> . 7650'U csg & set @ <u>113</u>	90' W/ DUT	0 5011 ' 1	POST @ 3	389 5X	
460sx TEC followed by 100sx	Prantlus, ci	4 869x (40)	61) cut to	Surface;	320 W 320	- \$<
IFC followed by 100sx Pre	. Dr. 2544	37 24 / 15 hl	() - () - () - ()	Surface	- apr	7
Rig Release <u>\\\o\</u>	See Attac	hed For Detail	Informat AC(CEPTED FO	JR RECURL	
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) David Stewart		THE	Regulatory A	oblysmer. 2	2 2009 \ -	
0.04		l .	114 (09)	Is/ Myle	es Kristor	1
TUIC	S SPACE FOR FEDE		DEELCE 1160	BUREAU OF LAN	D MANAGEMENT	士
	S SPACE FUR FEDE	Title	ALLICE 090	CARL SBAD Da		
Approved by						
Conditions of approval, if any, are attached. Approval certify that the applicant holds legal or equitable title to which would entitle the applicant to conduct operations the	those rights in the subje	rrant or ct lease				

CYPRESS 33 FEDERAL #2

SPUD WELL @ 2000HRS 10/20/09

DRILL 17-1/2" HOLE TO 470' 10/20/09

RIH W/ 13-3/8" 48#, H40, STC SURFACE CASING, SHOE SET @ 470', COLLAR AT 426' W/ 6 CENTRALIZERS.

CEMENT 13-3/8" CASING WITH HALLIBURTON AS FOLLOWS:

PUMP 20 BBLS FRESH GEL WATER AHEAD.

570 SX HALLIBURTON EXTENDACEM (13.5 PPG, 1.75 YIELD) LEAD, AT 6 BPM WITH 150 PSI, DROP TOP PLUG

DISPLACED CEMENT WITH, 67 BBLS 8.5 PPG FRESH WATER AT 6 BPM WITH 150 PSI FINAL DISPLACEMENT PRESSURE. BUMPED PLUG WITH 650 PSI. HELD PRESSURE 5 MINUTES. BLED OFF 1/2 BBLS, FLOAT EQUIPMENT HOLDING.

CIRCULATED 298 SX (93 BBL) CEMENT TO SURFACE. PLUG DOWN AT 0930 HRS, ON 10/21/2009.

NOTE: ROBERT HOSKINS WITH BLM WITNESSED CEMENT JOB. CONTACTED BLM FOR BOP TEST 12:00 HRS 10/21/09

INSTALL AND WELD 13-5/8" 5K CLAMP ON FLANGE TOP 13-3/8" ON BOTTOM, MULTI BOWL VETCOGRAY WELLHEAD. TESTED SAME TO 500 PSI WITH HYDRAULIC OIL. GOOD TEST. CONTACTED BLM FOR BOP TEST 12:00 HRS 10/21/09

HELD PJSM WITH TESTER, TEST CHOKE MANIFOLD AND FLOOR VALVES (INSIDE BOP, DART) WERE TESTED SEPARATELY; HOLD ALL TEST 10 MIN.: 250 PSI LOW TEST AND 5,000 PSI HIGH TEST - ALL GOOD TEST.

TESTED 13-5/8" 10M CAMERON BOP.

TESTED ANNULAR TO 250 PSI LOW AND 2500 PSI HIGH FOR 10/10 MINUTES. TESTED BLIND RAM AND 2 SETS 5" RAMS TO 250 PSI AND 5000 PSI FOR 10/10 MINUTES. "GOOD TEST"

DRILL FIRM CEMENT & FLOAT EQUIPMENT + 10' NEW FORMATION FROM 416' TO 480" USING 10K AVERAGE WOB, 600 GPM, 96 MRPM + 40 SRPM = 136 BRPM, 1000 PSI OFF BOTTOM, 1200 PSI ON BOTTOM

CIRCULATED BOTTOMS UP AND PREFORMED FIT TEST TO 60 PSI @ 470' TVD USING 10.1 PPG MUD. EQUIVALENT MUD WEIGHT = 12.56 PPG

1230HRS 10/22/09, DRILL 12-1/4" INTERMEDIATE HOLE TO 3016' TD @ 1900HRS 10/23/09

RIH W/ 9-5/8" 47# L80 BTC CASING, SHOE @ 3006', COLLAR @ 2928' W/ 26 CENTRALIZERS

CEMENT 9-5/8" CASING WITH HALLIBURTON AS FOLLOWS:

PUMP 20 BBLS FRESH WATER GELL SPACER AHEAD.

790 SX (298 BBL) OF LEAD (ECONOCEMEN, 12.4 PPG, YIELD 2.12, MIX WATER @ 11.39 GAL / SACK) AT 9 BPM WITH 500 PSI FOLLOWED BY 200 SX (48 BBL) OF TAIL (HALCEM, 14.8 PPG, YIELD 1.34, MIX WATER @ 6.36 GAL / SACK) AT 5 BPM WITH 300 PSI.

DROP TOP PLUG, DISPLACED CEMENT USING WITH 215 BBLS FRESH WATER AT 6 BPM, AT 875 PSI FINAL DISPLACEMENT PRESSURE. BUMPED PLUG TO 1450 PSI. HELD PRESSURE FOR 5 MINUTES, BLED OFF PRESSURE BLEED BACK 2.0 BBL TO DISPLACEMENT TUBS ON CEMENT TRUCK, FLOAT EQUIPMENT HOLDING.

CIRCULATED 389 SX (147 BBLS) CEMENT TO SURFACE. PLUG DOWN & CEMENT IN PLACE AT 08:30 HOURS ON 10/24/2009.

WOC - PER BLM & SECRETARY OF POTASH MINES REGULATIONS.

SET PACK-OFF CHECKED LOCK-DOWN SCREWS FOR PROPER PLACEMENT.

TESTED PACK-OFF AND "B" SECTION BREAK THROUGH TEST PORT WITH LOWER AND UPPER VALVES OPEN FOR LEAKS. TESTED TO 250 PSI LOW AND 5000 PSI HIGH FOR 10/10 MINUTES EACH TEST CHARTED. "GOOD TEST"

TEST CASING TO 3740 PSI FOR 30 MINUTES. GOOD TEST. DRILL CEMENT AND FLOAT EQUIPMENT FROM 2890' TO 3026'. WOB 1-3K. SRPM 40 + MRPM 60 = 100 TRPM. GPM 300. 750 PSI. DRILLED FIRM CEMENT ABOVE SHOE. SHOE DEPTH 3006'. DRILL 10' NEW FORMATION FROM 2970' TO 2980'. CIRCULATE BOTTOMS UP. MW IN AND OUT 8.8 PPG. PERFORM FIT TO 600 PSI FOR 5 MINUTES. NO LEAK OFF. MW 8.8 PPG. EMW 12.7 PPG.

1200HRS 10/25/09, DIRECTIONAL DRILL 8-1/2" PRODUCTION HOLE TO 11140' MD, 7650' TVD, 11/7/09

RIH w/ 5-1/2.5" 17# L-80 LTC PRODUCTION CASING AS FOLLOWS

WEATHERFORD REAMER SHOE @ 11390', FLOAT COLLER @ 11311', WF DVT @ 5011', & WF POST TOOL @ 3059' W/ 3 RIGID CENTRALIZERS 10' AND 40' FROM SHOE

SPIRAL GLIDE CENTRALIZERS EVERY OTHER JOINT FROM FROM 11310' TO 7472' TOTAL OF 69

BOW SPRING CENTRALIZERS EVERY THIRD JOINT FROM 7360' TO 2820' TOTAL OF 41

CEMENT 1ST STAGE W/ 20 BBLS FW, 24 BBLS SUPER FLUSH, 10 BBLS WG-19 GEL SPACER W/ RED DYE, 2150 SX (612BBLS) CI H VERSACEM @ 13.2 PPG, 1.6 YIELD

DROPPED TOP PLUG, DISPLACED CEMENT W/ FW, BUMPED PLUG HELD PRESSURE UP TO 3000 PSI FOR 5 MINUTES, BLED OFF AND GOT 2.0 BBL RETURNS. FLOAT EQUIPMENT HOLDING, HAD FULL RETURNS THROUGH CEMENT JOB, CEMENT IN PLACE @ 0700 HRS..

DROP BOMB LET GRAVITATE FOR 25 MINUTES OPEN DV TOOL AT 840 PSI.

HALLIBURTON CIRCULATE BOTTOMS UP OFF TOP DV TOOL AT 5,011' AT 8 BPM 600 PSI W/ FULL RETURNS.

CIRCULATED 245SX (70 BBLS) CEMENT TO SURFACE, CIRC 6 HRS.

CEMENT 2ND STAGE W/ 5 BBLS FW, 20 BBLS WG-19 GEL SPACER W/ RED DYE, 460 SX (224 BBLS) IFC CEMENT @ 11.7 PPG, 2.61 YIELD. FOLLOWED BY 100 SX (24 BBLS) PP CEMENT @ 14.8 PPG, 1.33 YIELD.

DROPPED TOP PLUG. DISPLACED CEMENT WITH FW & 9.4 PPG MUD, BUMPED PLUG, HELD PRESSURE UP TO 2119 PSI FOR 5 MINUTES, BLED BACK 1.0 BBL, FLOAT EQUIPMENT HOLDING, HAD FULL RETURNS THROUGH OUT CEMENT JOB. CEMENT IN PLACE AT 1400 HOURS

DROP BOMB AND LET GRAVITATE FOR 15 MINUTES, OPEN POST TOOL WITH 2600 PSI AT 1 BPM

CIRCULATE W/ 9.4 MUD, CIRC 86 SX (40 BBL) CEMENT TO SURFACE.

CEMENT 3RD STAGE W/ 20 BBLS FW, 320 SX (224 BBLS) IFC CEMENT @ 11.7 PPG, 2.61 YIELD FOLLOWED BY 100 SX (24 BBLS) PP CEMENT @ 14.8 PPG, 1.34 YIELD

DROPPED TOP PLUG. DISPLACED CEMENT W/ 9.4 PPG MUD BUMPED PLUG AND HELD PRESSURE UP TO 2450 PSI FOR 5 MINUTES, BLED BACK 1 BBL , FLOAT EQUIPMENT HOLDING. HAD FULL RETURNS THROUGH OUT CEMENT JOB. CIRCULATED 32 SX (15 BBLS) CEMENT TO SURFACE

RELEASE RIG AT 0700 HRS 11/10/2009