

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Sundry Print Report

Well Name: LLAMA MALL 26-35 Well Location: T22S / R32E / SEC 26 / County or Parish/State: LEA /

FEDERAL LOT 1 / 32.368701 / -103.640629 NM

Well Number: 24H Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM002379Z, Unit or CA Name: Unit or CA Number:

NMNM2379

US Well Number: 3002550307 **Operator:** OXY USA INCORPORATED

Notice of Intent

Sundry ID: 2777342

Type of Submission: Notice of Intent

Type of Action: APD Change

Date Sundry Submitted: 02/29/2024 Time Sundry Submitted: 07:29

Date proposed operation will begin: 02/13/2024

Procedure Description: OXY USA INC. respectfully requests approval to amend the subject well AAPD to change the intermediate setting casing depth. See the attached verbal email chain conversation for reference.

NOI Attachments

Procedure Description

 $Llama Mall_Stack Cat Drilling Verbal Bulk Sundry Email Approval 2_14_2024_20240229072913. pdf$

Page 1 of 2

eived by OCD: 4/15/2024 7:30:35 PM Well Name: LLAMA MALL 26-35

FEDERAL

Well Location: T22S / R32E / SEC 26 / LOT 1 / 32.368701 / -103.640629

County or Parish/State: LEA/ 2 of

Well Number: 24H

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM002379Z,

NMNM2379

Unit or CA Name:

Unit or CA Number:

US Well Number: 3002550307

Operator: OXY USA INCORPORATED

Operator

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Signed on: FEB 29, 2024 07:29 AM **Operator Electronic Signature: LESLIE REEVES**

Name: OXY USA INCORPORATED

Title: Advisor Regulatory

Street Address: 5 GREENWAY PLAZA, SUITE 110

City: HOUSTON State: TX

Phone: (713) 497-2492

Email address: LESLIE_REEVES@OXY.COM

Field

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:

BLM Point of Contact

BLM POC Name: KEITH PIMMATTY

BLM POC Phone: 5759884722

Disposition: Accepted

Signature: KEITH IMMATTY

BLM POC Title: ENGINEER

BLM POC Email Address: KIMMATTY@BLM.GOV

Disposition Date: 04/15/2024

Page 2 of 2

Form 3160-5 (June 2019)

UNITED STATES DEPARTMENT OF THE INTERIOR

| FORM APPROVED |
|---------------------------|
| OMB No. 1004-0137 |
| Expires: October 31, 2021 |

| BURE | EAU OF LAND MANAGEMEN | ľ | 5. Lease Seriai No. | |
|--|--|-------------------------------|----------------------------------|---|
| Do not use this fo | OTICES AND REPORTS ON orm for proposals to drill or Ise Form 3160-3 (APD) for si | to re-enter an | I | e or Tribe Name |
| SUBMIT IN T | RIPLICATE - Other instructions on pa | nge 2 | 7. If Unit of CA/Ag | reement, Name and/or No. |
| 1. Type of Well | · | | 0. 337 11.37 | Y |
| Oil Well Gas W | ell Other | | 8. Well Name and N | NO. |
| 2. Name of Operator | | | 9. API Well No. | |
| 3a. Address | 3b. Phone No | o. (include area coa | (le) 10. Field and Pool of | or Exploratory Area |
| 4. Location of Well (Footage, Sec., T.,R. | ,M., or Survey Description) | | 11. Country or Paris | sh, State |
| 12. CHEC | CK THE APPROPRIATE BOX(ES) TO I | NDICATE NATUR | E OF NOTICE, REPORT OR O | THER DATA |
| TYPE OF SUBMISSION | | TY | YPE OF ACTION | |
| Notice of Intent | | epen draulic Fracturing | Production (Start/Resumo | e) Water Shut-Off Well Integrity |
| Subsequent Report | | w Construction ag and Abandon | Recomplete Temporarily Abandon | Other |
| Final Abandonment Notice | Convert to Injection Plu | g Back | Water Disposal | |
| is ready for final inspection.) | | ints, including recta | mation, have been completed an | d the operator has detennined that the site |
| 14. I hereby certify that the foregoing is | true and correct. Name (Printed/Typed) | Title | | |
| | | Titic | | |
| Signature | | Date | | |
| | THE SPACE FOR FEI | DERAL OR S | TATE OFICE USE | |
| Approved by | | Title | | Date |
| | ed. Approval of this notice does not warr quitable title to those rights in the subject duct operations thereon. | ant or | | 1 |
| Title 18 U.S.C Section 1001 and Title 43 | U.S.C Section 1212, make it a crime for | any person knowin | gly 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.

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

(Form 3160-5, page 2)

Additional Information

Location of Well

 $0. \ SHL: LOT \ 1 \ / \ 480 \ FNL \ / \ 1150 \ FEL \ / \ TWSP: \ 22S \ / \ RANGE: \ 32E \ / \ SECTION: \ 26 \ / \ LAT: \ 32.368701 \ / \ LONG: \ -103.640629 \ (\ TVD: \ 0 \ feet, \ MD: \ 0 \ feet \)$ $PPP: \ LOT \ 2 \ / \ 100 \ FNL \ / \ 2200 \ FEL \ / \ TWSP: \ 22S \ / \ RANGE: \ 32E \ / \ SECTION: \ 26 \ / \ LAT: \ 32.369735 \ / \ LONG: \ -103.644031 \ (\ TVD: \ 10819 \ feet, \ MD: \ 11255 \ feet \)$ $BHL: \ LOT \ 15 \ / \ 20 \ FSL \ / \ 1960 \ FEL \ / \ TWSP: \ 22S \ / \ RANGE: \ 32E \ / \ SECTION: \ 35 \ / \ LAT: \ 32.341028 \ / \ LONG: \ -103.644001 \ (\ TVD: \ 10919 \ feet, \ MD: \ 21405 \ feet \)$

RE: [EXTERNAL] RE: Stack Cats / Llama Mall Verbal Approval Request

Immatty, Keith P < kimmatty@blm.gov>

Wed 2/14/2024 9:53 AM

To:Keith, Kyle <Kyle_Keith@oxy.com>

Cc:Pelton, Ben R <Ben_Pelton@oxy.com>;Wendt, Cameron A <Cameron_Wendt@oxy.com>;Reeves, Leslie T <Leslie_Reeves@oxy.com>;Krneta, Filip <Filip_Krneta@oxy.com>;Maxwell, Price A <Price_Maxwell@oxy.com>;Threadgill, Kevin T <Kevin_Threadgill@oxy.com>;Swafford, Kurt D <Kurt_Swafford@oxy.com>

Perfect. Reviewed and is OK on our end.

Regards,

Keith Immatty

From: Keith, Kyle <Kyle_Keith@oxy.com>
Sent: Wednesday, February 14, 2024 6:49 AM
To: Immatty, Keith P <kimmatty@blm.gov>

Cc: Pelton, Ben R <Ben_Pelton@oxy.com>; Wendt, Cameron A <Cameron_Wendt@oxy.com>; Reeves, Leslie T <Leslie_Reeves@oxy.com>; Krneta, Filip_Krneta@oxy.com>; Maxwell, Price A <Price Maxwell@oxy.com>; Threadgill, Kevin T <Kevin Threadgill@oxy.com>; Swafford, Kurt D <Kurt Swafford@oxy.com>

Subject: [EXTERNAL] RE: Stack Cats / Llama Mall Verbal Approval Request

This email has been received from outside of DOI - Use caution before clicking on links, opening attachments, or responding.

Thanks Keith. See responses below in red.

Regards

-Kyle

From: Immatty, Keith P < kimmatty@blm.gov > Sent: Tuesday, February 13, 2024 5:12 PM

To: Keith, Kyle < Kyle Keith@oxy.com >

Cc: Pelton, Ben R < Ben_Pelton@oxy.com>; Wendt, Cameron A < Cameron_Wendt@oxy.com>; Reeves, Leslie T < Leslie_Reeves@oxy.com>; Krneta, Filip_Krneta@oxy.com>; Maxwell, Price A < Price_Maxwell@oxy.com>; Threadgill, Kevin T < Kevin_Threadgill@oxy.com>; Swafford, Kurt_D < Kurt_Swafford@oxy.com>

Subject: RE: [EXTERNAL] Stack Cats / Llama Mall Verbal Approval Request

Kyle,

Set depth changes and casing design updates reviewed and is OK. The proposed way of sundry-ing them works for me.

As far as drilling blind goes, since its being scaled to a larger number of wells could you elaborate on the following questions for documentation/ later review?

- 1. Managing Losses
 - a. What does re-establishing returns / curing losses look like?
 - i. We have been trying to heal up losses with a 100-130 ppb LCM pill
 - b. How many attempts are made and how long do you try before making the decision to drill blind?
- i. We will attempt to spot the LCM pill and spend at least 6 hrs letting it soak.
- 2. How are well control risks reviewed and managed?
 - a. Are there any offset indications of an influx? What is the risk of taking a hydrocarbon influx in the interval?
 - i. No indications of shallow flows or gas that would pose a well control concern. We will keep the hole full of Kill weight mud (Brine) to help remove any risk of well control and help preserve the salts.
 - b. What monitoring is in place, if returns/ PVT is not relied on well control?
 - i. We will have a rotating head installed and keep the orbit valve closed when drilling blind that will allow us to monitor for pressure on the annulus when drilling. If we see pressure on the back side. We will go through our procedure to check for flow and either take returns or bullhead to remove pressure / flows.

Regards,

Keith Immatty

From: Keith, Kyle < Kyle Keith@oxy.com > Sent: Tuesday, February 13, 2024 2:50 PM

To: Immatty, Keith P < <u>kimmatty@blm.gov</u>>

Cc: Pelton, Ben R < Ben Pelton@oxy.com>; Wendt, Cameron A < Cameron Wendt@oxy.com>; Reeves, Leslie T < Leslie Reeves@oxy.com>; Krneta, Filip < Filip Krneta@oxy.com>; Maxwell, Price A < Price Maxwell@oxy.com>; Threadgill, Kevin T < Kevin Threadgill@oxy.com>; Swafford, Kurt D < Kurt Swafford@oxy.com>

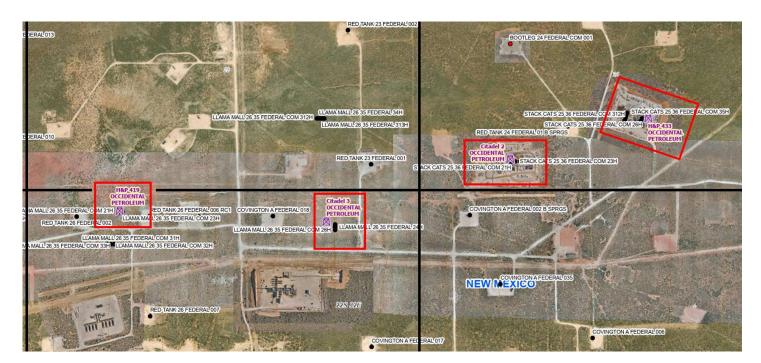
Subject: [EXTERNAL] Stack Cats / Llama Mall Verbal Approval Request

This email has been received from outside of DOI - Use caution before clicking on links, opening attachments, or responding.

Keith,

Following up on this original email that Ben sent.

As discussed on the phone earlier today we have 4 rigs running in the Stack Cats / Llama Mall Area and are seeing full losses @ ~3,500ft across multiple rigs. There were several items that we spoke about earlier today, I will outline them below.



This list includes all wells that are currently drilling in the Stack Cats / Llama Mall area.

| API | Permit # | Name | Rig |
|--------------|-------------|---------------------------------|-----------|
| 30-025-50305 | 10400070920 | LLAMA MALL 26_35 FED COM 22H | H&P 419 |
| 30-025-50306 | 10400070938 | LLAMA MALL 26_35 FED COM 23H | H&P 419 |
| 30-025-50307 | 10400070956 | LLAMA MALL 26_35 FED 24H | Citadel 3 |
| 30-025-50308 | 10400070959 | LLAMA MALL 26_35 FED 25H | Citadel 3 |
| 30-025-51752 | 10400082346 | STACK CATS 25_36 FED COM 22H | Citadel 2 |
| 30-025-51753 | 10400082347 | STACK CATS 25_36 FED COM 23H | Citadel 2 |
| 30-025-51754 | 10400082348 | STACK CATS 25_36 FED COM 24H | H&P 433 |
| 30-025-51755 | 10400082387 | STACK CATS 25_36 FED COM 25H | H&P 433 |
| 30-025-51756 | 10400082388 | STACK CATS 25_36 FED COM 26H | H&P 433 |

- 1. We would like to expand the last email below to cover drilling blind on the additional Llama Mall wells shown in the table above.
- 2. Have the option to change back to the original approved Intermediate set depth (500ft above the Brushy top).
 - a. This will be a case-by-case basis, first one we need to set shorter is the Stack Cats 22H, but all others could be potential candidates, verbal approval requested to cover all wells if needed above.
 - b. Final Sundries will be submitted for each that we need to set shorter than previous sundry.
- 3. Change all wells back to the original approved production casing $5.5^{\prime\prime}$ Long string vs the sundried $7^{\prime\prime}$ x $5.5^{\prime\prime}$ Taper string.
 - a. We will submit a formal blanket sundry including all wells above.

This example is for the Stack Cats 22H – Shows intermediate set depth 500ft above Brushy and 5.5" Long string production, as well as example cementing program.

1. Geologic Formations

| TVD of Target (ft): | 10782 | Pilot Hole Depth (ft): | |
|----------------------------|-------|------------------------------------|------|
| Total Measured Depth (ft): | 21427 | Deepest Expected Fresh Water (ft): | 1020 |

Delaware Basin

| Formation | MD-RKB (ft) | TVD-RKB (ft) | Expected Fluids |
|-----------------|-------------|--------------|------------------------|
| Rustler | 1020 | 1020 | *** |
| Salado | 1665 | 1665 | Salt |
| Castile | 3478 | 3478 | Salt |
| Delaware | 4886 | 4886 | Oil/Gas/Brine |
| Bell Canyon | 4980 | 4980 | Oil/Gas/Brine |
| Cherry Canyon | 5779 | 5779 | Oil/Gas/Brine |
| Brushy Canyon | 7087 | 7086 | Losses |
| Bone Spring | 8743 | 8719 | Oil/Gas |
| Bone Spring 1st | 9835 | 9832 | Oil/Gas |
| Bone Spring 2nd | 10640 | 10509 | Oil/Gas |
| Bone Spring 3rd | | | Oil/Gas |
| Wolfcamp | | | Oil/Gas |
| Penn | | | Oil/Gas |
| Strawn | | | Oil/Gas |

2. Casing Program

| Section | A. | MD | | TVD | | | | | |
|------------|-------------------|--------------|---------|--------------|------------|-----------------|------------------|---------|-----------|
| | Hole Size (in) | From (ft) | To (ft) | From (ft) | To (ft) | Csg. OD (in) | Csg Wt. (ppf) | Grade | Conn. |
| Surface | 17.5 | 0 | 1080 | 0 | 1080 | 13.375 | 54.5 | J-55 | BTC |
| Salt | 12.25 | 0 | 6586 | 0 | 6586 | 9.625 | 40 | L-80 HC | ВТС |
| Production | 8.5 | 0 | 21427 | 0 | 10782 | 5.5 | 20 | P-110 | Wedge 461 |

3. Cementing Program

| Section | Stage | Slurry: | Sacks | Yield (ft^3/ft) | Density (lb/gal) | Excess: | тос | Placement | Description |
|---------|-------|---------------------------|-------|--------------------|---------------------|---------|-------|------------|-------------------------------|
| Surface | 1 | Surface - Tail | 1127 | 1.33 | 14.8 | 100% | - | Circulate | Class C+Accel. |
| Int. | 1 | Intermediate 1S - Tail | 199 | 1.65 | 13.2 | 5% | 5,591 | Circulate | Class H+Accel., Disper., Salt |
| Int. | 2 | Intermediate 2S - Tail BH | 1262 | 1.71 | 13.3 | 25% | - | Bradenhead | Class C+Accel. |
| Prod. | 1 | Production - Tail | 2761 | 1.38 | 13.2 | 15% | 7,091 | Circulate | Class C/H+Ret., Disper., Salt |
| Prod. | 2 | Production 2S - Tail BH | 1106 | 1.71 | 13.3 | 50% | - | Bradenhead | Class C/H+Accel. |

Regards,

Kyle Keith

Sr. Drilling Engineer ORCM Ops Del D&C Drl Eng NM Occidental Oil & Gas Corp.

(C) 417.496.5489

kyle_keith@oxy.com

From: Immatty, Keith P < kimmatty,@blm.gov>
Sent: Thursday, February 8, 2024 8:22 AM
To: Pelton, Ben R < Ben_Pelton@oxy.com>

 $\label{eq:cc:Reeves} \textbf{Leslie} \ \ \textbf{T} < \underline{\textbf{Leslie}} \ \underline{\textbf{Reeves}@oxy.com} > ; \ \textbf{Krneta}, \ \textbf{Filip} \ \underline{\textbf{Krneta}@oxy.com} > ; \ \textbf{Wendt}, \ \textbf{Cameron} \ \underline{\textbf{Wendt}} \ \underline{\textbf{Mendt}} \ \underline{\textbf{Mend$

Subject: RE: [EXTERNAL] Stack Cats 26H Losses

Reviewed and is OK. When cementing these wells, if there is any indication that the bradenhead job is subpar, or confidence is lacking that there is good cement across top of Bone Spring, Delaware or across the salt, please plan to run CBL and verify.

Regards,

Keith Immatty

From: Pelton, Ben R < Ben Pelton@oxy.com>
Sent: Wednesday, February 7, 2024 5:57 PM
To: Immatty, Keith P < kimmatty@blm.gov>

Cc: Reeves, Leslie T < Leslie Reeves@oxy.com>; Krneta, Filip < Filip Krneta@oxy.com>; Wendt, Cameron A < Cameron Wendt@oxy.com>

Subject: [EXTERNAL] Stack Cats 26H Losses

This email has been received from outside of DOI - Use caution before clicking on links, opening attachments, or responding.

Keith,

Thanks for taking my call outside of working hours. Greatly appreciated. As discussed on the phone we encountered total losses on Stack Cats 26H at 3566', around 120' into Castile while drilling our 12.25" intermediate. We are drilling with a <9.0ppg brine based direct emulsion system. We have had similar issues nearby where we couldn't cure the losses with cement or LCM. We plan to spot heavy LCM and will attempt to establish full returns. If we cannot establish returns plan forward will be to keep brine/direct emulsion on the backside and drill ahead on produced water without returns. If we regain returns at any time we will swap back to direct emulsion and ensure produced water doesn't come in contact with any formation above castile. Given the same issue in the area I wanted to confirm we had approval to proceed without returns on the current well and other wells in this campaign if same issue arises?

Wells:

| API | Name | Rig |
|--------------|--|-----------|
| 30-025-51752 | STACK CATS 25_36 FED COM 22H | Citadel 2 |
| 30-025-51753 | 025-51753 STACK CATS 25_36 FED COM 23H | |
| 30-025-51754 | H&P 433 | |
| 30-025-51755 | STACK CATS 25_36 FED COM 25H | H&P 433 |
| 30-025-51756 | STACK CATS 25_36 FED COM 26H | H&P 433 |

Formation tops:

| MD | TVD | FORMATION TOPS |
|-------|-------|----------------|
| 1,018 | 1,018 | RUSTLER |
| 1,660 | 1,660 | SALADO |
| 3,442 | 3,442 | CASTILE |
| 4,868 | 4,868 | DELAWARE |
| 4,964 | 4,964 | BELL CANYON |
| 5,785 | 5,776 | CHERRY CANYON |
| 7,132 | 7,081 | BRUSHY CANYON |
| 8,819 | 8,715 | BONE SPRING |
| | | |

Thanks,

Ben Pelton **Drilling Engineer Supervisor, Delaware Basin** Occidental Oil & Gas Corp. 5 Greenway Plaza, Suite 110 | Houston, TX 77046 | GW
5 25.131

O: 713-497-2379 | M: 701-690-8645

Ben Pelton@oxy.com

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 333604

CONDITIONS

| Operator: | OGRID: |
|-----------------------|--------------------------------------|
| OXY USA INC | 16696 |
| P.O. Box 4294 | Action Number: |
| Houston, TX 772104294 | 333604 |
| | Action Type: |
| | [C-103] NOI Change of Plans (C-103A) |

CONDITIONS

| Created By | Condition | Condition Date |
|---------------|-----------|-------------------|
| pkautz | None | 4/23/2024 |