Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5-NMNM62590 B-NMNM62589

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS

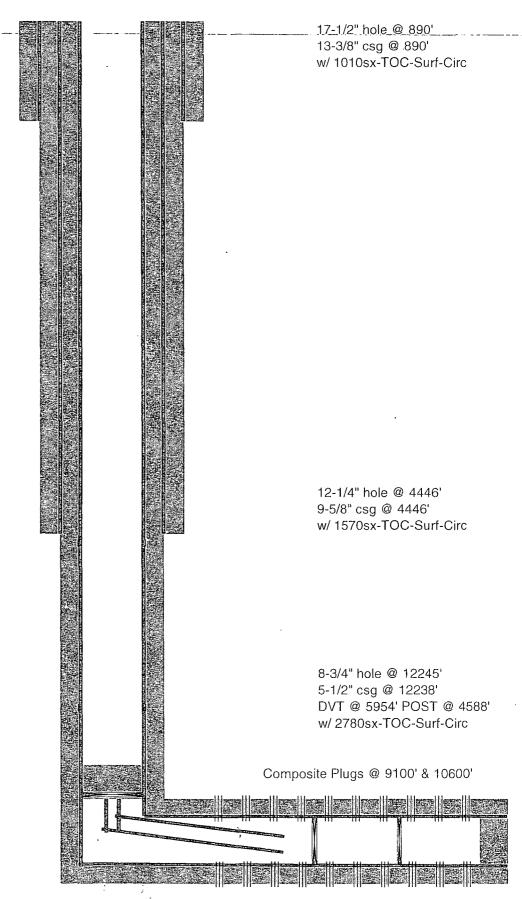
Do not use this form for proposals to drill or to re-enter an

6. If Indian, Allottee or Tribe Name

abandoned ,we	ell. Use Form 3160 - 3 (APD) for such p	proposals,			
SUBMIT IN TRIPLICATE- Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Gas Welli Other Shut-In				8. Well Name and	No	
			Federal 23+7+1			
2. Name of Operator OXY USA Inc.		16696		9. API Well No.	_	
3a. Address P.O. Box 50250 Midland, TX 79710		3b. Phone No. (include area code) 432-685-5717		30-015-	39.43€ or Exploratory Area	
4. Location of Well (Footage, Sec., 1				Ridge Delaw	une	
5- 590 FWL 1955		Sec al Tzz	S R31E	11. County or Paris	sh, State	
B-346 FNL 2069	FUL NENW(C)	Seca3 Ta	25 R31E	Eddy	NM	
12. CHECK AP	PROPRIATE BOX(ES) TO	INDICATE NAT	URE OF NOTICE, R	EPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION TYPE OF ACTION					,	
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Constructio Plug and Abando Plug Back	^		Vater Shut-Off Vell Integrity Other	
Attach the Bond under which the following completion of the invitesting has been completed. Find determined that the site is ready TD-12245'M 7010'V OXY USA INC. respectful	PBTD-11926'M 7016'\ ully requests to tempo	ide the Bond No. on fi results in a મહાવાં પ્રોફોઇ હર filed only after all requ / Perfs-7824- rarily abandon	this well. It is curr	ad subsequent reports son a new interval, a For ation, have been compared for recepted for receptoCD	shall be filed within 30 days and 3160-4 shall be filed to bleted, and the operator h	ays once as
possible uphole comple	etion and/or conversion	n to a SWD we	I. SFF A	TTACHED I	EOD.	
2. Notify BLM/NMOCD of casing integrity test 24hrs in advance.				11101/12 OF	APPROVAL	
	culate well with treate			500# for 30 min	١.	
					CEIVED	7
14. Thereby certify that the foreg	going is true and correct			- MA	3 1 2013	
Name (Printed/Typed) David Stewart		Title	Regulatory Advisor	NMOC	D 40-	!
	///				D ARTESIA	
Signature / / /	THE	Date	5(14/13	<u> </u>		×
	THIS SPACE FOR	FEDERAL OR	STATE OFFICE	USE		
Approved by	C. ano	-	Title SEAS	Date	6701	7
Conditions of approval, if any, are a confly that the applicant holds legal which would entitle the applicant to	or equitable title to those rights	in the subject lease	Office OF O		· ·	
Title 18 O.S.C. Section 1001 and Title States any false, fictitious or fraudule	43 U.S.C. Section 1212, make it	a crime for any person	knowingly and willfully nits jurisdiction.	to make to any depar	rtment or agency of the	United

OXY USA Inc. - Proposed Federal 23 #7H

API No. 30-015-39436

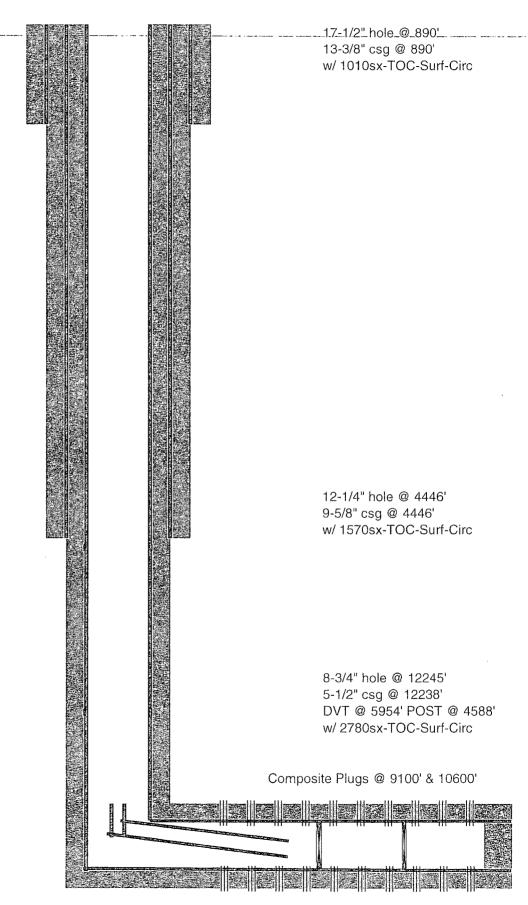


CIBP @ 7300' w/ 25sx cmt

2-3/8" tbg Stuck @ +/- 7340-7600' 2" coil tbg stuck @ +/- 7600-8080'

Perfs @ 7824-11875'

TD - 12245'M 7010'V



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Perfs @ 7824-11875'

TD - 12245'M 7010'V

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

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.
 - 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 with less than 10% (50 psi) bleed off for oil and gas wells. For injection wells maximum bleed off is 5% (25 psi) within 30 minutes, outside Potash area. For all injection wells within the Potash area, any bleed off will require further review.
 - 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.

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.
- Give justification to allow well to be placed in TA status and plan for future use of well with time frame that well will be placed 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.

Well Name: Federal 23 #7H Submit Subsequent Report and well bore diagram with all Perforations and CIBP with tops of cement. Well may be approved to be TA for a period of six (6) months after successful MIT and subsequent report is