UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| Expires: July |
|------------------|
| Lease Serial No. |
| NMNM29233 |

| SUNDRY NO | TICES AND REF | PORTS ON WELLS |
|--------------------|--------------------|----------------------------|
| Do not use this fo | rm for proposals | to drill or to re-enter an |
| abandoned well. L | lse form 3160-3 (A | APD) for such proposals |

| Do not use th | 6. If Indian, Allottee or Tribe Name | | | | | |
|---|--|--|-------------------|--|----------------------|-------|
| abandoned we | | | | | | |
| SUBMIT IN TRI | 7. If Unit or CA/Agreement, Name and/or No. | | | | | |
| 1. Type of Well | 8. Well Name and No. FEDERAL 12 1 | | | | | |
| Oil Well Gas Well Otl 2. Name of Operator | 9. API Well No. | | | | | |
| OXY USÂ INC | E-Mail: david_stewa | | | 30-015-26742 | | |
| 3a. Address P.O. BOX 50250 MIDLAND, TX 79710 | | 3b. Phone No. (include area code Ph: 432-685-5717 Fx: 432-685-5742 | e) | 10. Field and Pool, or Exploratory LIVINGSTON RIDGE DELAWARE | | |
| 4. Location of Well (Footage, Sec., T | ., R., M., or Survey Description) | | | 11. County or Parish, and State | | |
| Sec 12 T22S R31E SWSW 66 32.400570 N Lat, 103.737910 | | | | EDDY COUNTY, NM | | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | INDICATE NATURE OF | NOTICE, RI | EPORT, OR OTHE | R DATA | |
| TYPE OF SUBMISSION | E OF SUBMISSION TYPE OF ACTION | | | | | |
| Notice of Intent | ☐ Acidize | □ Deepen | ☐ Product | ion (Start/Resume) | ☐ Water Shut-C | ff |
| _ | Alter Casing | ☐ Fracture Treat | Reclama | ation | ■ Well Integrity | / |
| ☐ Subsequent Report | □ Casing Repair | ■ New Construction | 🛛 Recomp | | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug and Abandon | - | arily Abandon | | |
| | Convert to Injection | ☐ Plug Back | ☐ Water D | Disposal | | |
| following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi | pandonment Notices shall be filed inal inspection.) | only after all requirements, inclu | ding reclamation | n, have been completed, | and the operator has | 3 |
| Federal 12 #1 ? 30-015-26742 | 2 | | | | | |
| 13-3/8" 54.5# csg @ 828' w/ 9 8-5/8" 24-32# csg @ 4325' w/ 5-1/2" 15.5-17# csg @ 8439' v | 1900sx, 11" hole, TOC-Sur | f-Circ | SEE | ΔΤΤΛΟΉΕΝ | E∪D | |
| 1. MI& RU Rig. ND WH and N | U BOP. | DEGE | SLL ATTACHED FUR | | | |
| 2. PR&P and LD Same. P Tb | g and LD. | INECEIVE | DYUN | DITIONS OF | AFFRUVAL | |
| 3. RU WLU. RIH and set CIBF | ⁹ @ 8220'. POOH. | JUL 05 2013 | } | Accepte | d for record | ed. |
| ρ_{\prime} | rovide C102 | NMOCD ARTES | | NN | 10CD 105 | e.erk |
| 14. I hereby certify that the foregoing is | true and correct. | 4379 verified by the BLM We | - | System | 1-6 | hR |
| | For OXY Committed to AFMSS for pro | USA INC, sent to the Carlst | bad · | • | 71610 | |
| Name(Printed/Typed) DAVID S | • | ~ 1 | EGULATORY | v | "/ / | |
| | | | | | 01/ED | ٦ |
| Signature (Electronic S | ubmission) | Date 04/15/2 | 2013 | APPRI | OVED | |
| | THIS SPACE FOR | FEDERAL OR STATE | OFFICE US | SE | | |
| | | | | JUL | 2,2013 | |
| Approved By Conditions of approval if any are attached | Title | | 100000 | The state of the s | 40 | |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduction | itable title to those rights in the successions thereon. | Office | | BURYAU OF LAN CARLSBAD F | YELD OFFICE | |
| Title 18 U.S.C. Sectjon 1001 and Title 43 1 | U.S.C. Section 1212, make it a cri | me for any person knowingly and | d willfully to ma | ke to any department or | agency of the United | |

Additional data for EC transaction #204379 that would not fit on the form

32. Additional remarks, continued

- 4. RIH w/ WS and spot 25sx cmt on CIBP @ 8220'. POOH.
- 5. RIH w/ WL and set CIBP @ 6995'. RD WL.
- 6. RIH w/ WS and spot 25sx cmt on CIBP @ 6995'.
- 7. Pull up WS and spot 25sx cmt @ 6280-6115'. WOC and tag. POOH w/ WS.
- 8. RU WL. RIH and perf squeeze holes @ 5745'. RD WL.
- 9. PU cement retainer and RIH w/ WS. Set retainer above squeeze perfs @ +/-5725'.
- 10. RU cementers.
- 11. Maintain 500psi pressure in WS x 5-1/2" casing annulus to prevent casing collapse.
- 12. Establish circulation in 8-5/8" x 5-1/2" casing annulus through bradenhead by pumping 500g 15% HCl down work string followed by 200bbls freshwater. Do not exceed a 3400psi (70% of collapse pressure) bottomhole pressure.
- 13. After establishing circulation, pump 380sx cmt down WS. Do not exceed a 3400psi bottomhole pressure.
- 14. Displace cement out of WS.
- 15. POO retainer w/ WS.
- 16. Pull up WS and spot 25sx cmt at 5795-5645'.
- 17. POOH w/ WS.
- 18. RU WLU and run CBL from PBTD to surface. RD WL.
- 19. Obtain engineering approval before continuing.
- 20. Pressure test casing to 3700psi (70% of burst).
- 21. RD Rig. NU Frac valve.
- 22. RU WL. Perforate @ 4592-4962', RD WL.
- 23. RU Frac. Frac per Halliburton frac schedule.
- 24. RU Rig. CO to PBTD. RD Rig.
- 25. Flow back to frac tanks for five days or until well has died, whichever comes first.
- 26. RU WL. Re-perforate entire interval @ 4574-4963'.
- 27. RIH w/ WL and set injection packer @ +/-4524' w/ plug in profile nipple. RD WL.
- 28. RU Rig. RIH w/ injection tubing and BHA and circulate pkr fluid.
- 29. Run an MIT pressure test on the well with a witness from the OCD. RD Rig. NU WH.
- 30. Place well on injection and report results to engineer.

WARNING: A POISONOUS GAS HYDROGEN SULFIDE (H2S) A HIGHLY TOXIC COLORLESS GAS THAT IS HEAVIER THAN AIR MAY BE PRESENT AT THIS LOCATION AND/OR PRESENT IN THE GAS AND LIQUIDS INJECTED OR PRODUCED FROM THIS WELL. PLANS MUST BE REVIEWED DEALING WITH H2S SAFETY PRIOR TO WORKING ON THIS WELL. CHECK WITH FOREMAN CONCERNING LOCAL CONDITIONS.

17-1/2" hole @ 828' 13-3/8" csg @ 828' w/ 950sx-TOC-Surf-Circ

11" hole @ 4325' 8-5/8" csg @ 4325' w/ 1900sx-TOC-Surf-Circ

Perfs @ 7042-7074'

7-7/8" hole @ 8439' 5-1/2" csg @ 8439' DVT @ 6197' w/ 1402sx-TOC-5765'-CBL

Perfs @ 8270-8336'

TD-8439'

TD-8439

17-1/2" hole @ 828' 13-3/8" csg @ 828' w/ 950sx-TOC-Surf-Circ

11" hole @ 4325' 8-5/8" csg @ 4325'

w/ 1900sx-TOC-Surf-Circ

2-7/8" 6.5# J55 compsite tbg & nickel plated Arrow Set pkr @ 4524'

Perfs @ 4574-4963'

Perf @ 5745', sqz 380sx cmt to 3735'

25sx @ 5795-5645' WOC-Tag

25sx @ 6280-6115' WOC-Tag

CIBP @ 6995' w/ 25sx

Perfs @ 7042-7074'

7-7/8" hole @ 8439' 5-1/2" csg @ 8439' DVT @ 6197' w/ 1402sx-TQC-5765'-CBL

CIBP @ 8220' w/ 25sx

Perfs @ 8270-8336'

Federal 12 1 30-015-26742 OXY USA Inc. July 2, 2013 Conditions of Approval

Notify BLM at 575-361-2822 a minimum of 24 hours prior to commencing work.

Work to be completed by October 2, 2013.

- 1. Operator shall set a CIBP at 8,220' and place a minimum of 25 sacks class C cement on top. Tag required.
- 2. Operator shall set a CIBP at 6,992' and place a minimum of 25 sacks class C cement on top. Tag required.
- 3. Operator shall place a balanced class C cement plug from 6,280'-6,115' as proposed. Tag required.
- 4. Operator shall perforate and squeeze cement as proposed.
- 5. Operator shall place a balanced class C cement plug from 5,795'-5,645' as proposed.
- 6. Submit CBL to BLM for approval to continue. If verbal approval is not granted, operator does not have approval to recomplete this well.
- 7. Must conduct a casing integrity test to maximum treating pressure. Submit results to BLM. The CIT is to be performed on the production casing per Onshore Oil and Gas Order 2.III.B.1.h. Make arrangements 24 hours before the test for BLM to witness. E-mail Paul R. Swartz pswartz@blm.gov or phone 575-200-7902, if there is no response, 575-361-2822. If no answer, leave a voice mail or email with the API#, workover purpose, and a call back phone number. Note the contact, time, & date in your subsequent report.
- 8. If CIT passes operator can recomplete as proposed.
- **9.** Before casing or a liner is added or replaced, prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 10. Surface disturbance beyond the originally approved pad must have prior approval.
- 11. Closed loop system required.

- 12. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 13. Operator to have H2S monitoring equipment on location.
- 14. A minimum of a 2000 (2M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.
- 15. Subsequent sundry required detailing work done. Operator to include well bore schematic of current well condition when work is complete.

JAM 070213