Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

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

Lease Serial No. NMLC064391B

SUNDRY NOTICES AND REPORTS ON WELLS	
Do not use this form for proposals to drill or to re-enter an	1
handoned well- like form 3160-3 (APD) for such proposals	2

abandoned well: Use form 3160-3 (Al	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instru	7. If Unit or CA/Agreement, Name and/or No. 8910085010	
Type of Well Gas Well □ Other		8. Well Name and No. INDIAN HILLS UNIT 18
Name of Operator Contact: OXY USA WTP LIMITED PTNRSHIP. E-Mail: david_ste	9. API Well No. 30-015-30564-00-S1	
3a. Address MIDLAND, TX 79710-0250	3b. Phone No. (include area code) Ph: 432-685-5717 Fx: 432-685-5742	10. Field and Pool, or Exploratory INDIAN BASIN
4. Location of Well (Footage, Sec., T., R., M., or Survey Description	11. County or Parish, and State	
Sec 20 T21S R24E SWSE 409FSL 2324FEL		EDDY COUNTY, NM
12. CHECK APPROPRIATE BOX(ES) T	O INDICATE NATURE OF NOTICE	E, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off		
	☐ Alter Casing	☐ Fracture Treat	Reclamation	Well Integrity		
☐ Subsequent Report	Casing Repair	■ New Construction	□ Recomplete	Other		
☐ Final Abandonment Notice	□ Change Plans	Plug and Abandon	▼ Temporarily Abandon			
	Convert to Injection	☐ Plug Back	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 recomplete 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 site is ready for final inspection.)

TD-8160'

PBTD-8089'

Perfs-7366-7784

OXY USA WTP LP respectfully requests to temporarily abandon this well. It is currently being evaluated for possible Yeso recompletion.

1: RIH & set CIBP @ +/-7316'

Notify BLM/NMOCD of casing integrity test 24hrs in advance.
 RU pump truck, circulate well with treated water, pressure test casing to 500# for 30 min.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

JAN 17 2014

NMOCD ARTESIA

Above ground steel tanks will be utilized.

Accepted for record (W)

SUBJECT TO LIKE APPROVAL BY STATE

14.	I hereby	certify	that	the	foregoi	ing is	true	and	corre	ct.
					-		Ele	ectr	onic	Sı

Electronic Submission #229169 verified by the BLM Well Information System
For OXY USA WTP LIMITED PTNRSHIP, sent to the Carlsbad
Committed to AFMSS for processing by JOHNNY DICKERSON on 12/11/2013 (14JLD1690SE)

Name(Printed/Typed) DAVID STEWART SR. REGULATORY ADVISOR

(Electronic Submission) Signature Date 12/10/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

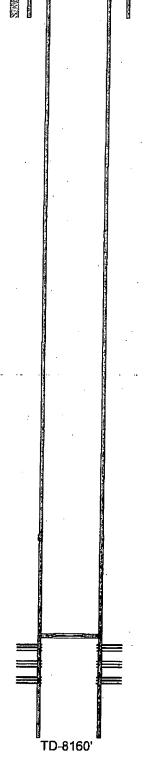
Approved By JERRY BLAKLEY Date 01/15/2014 TitleLEAD PET

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.

Office Carlsbad

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.

OXY USA WTP LP Indian Hills Unit #18 API No. 30-015-30564



12-1/4" hole @ 1208' 9-5/8" csg @ 1208' w/ 880sx-TOC-Surf-Circ

8-3/4" hole @ 8160' 7" csg @ 8120' w/ 1090sx-TOC-Surf-Circ DVT @ 6312'

Perfs @ 7366-7784'

CIBP @ 7316'

PB-8089'

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. CIBP must be capped with minimum 25 sacks cement, **placed with tubing**.
 - 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. Any leak-off will be evaluated.
 - 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. 43 CFR 3162.3-4 (a) The operator shall promptly plug and abandon...wells in which oil or gas is not encountered in paying quantities...

Wells that successfully pass the casing integrity test **may** be approved for Temporary Abandonment (TA) status provided that the operator:

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