Office District I – (575) 393-6161 State of New Mexico Energy, Minerals and Natural R			Form C-103 Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283	625 N. French Dr., Hobbs, NM 88240 <u>0istrict 11</u> - (575) 748-1283		WELL API NO. 30-015- 2944 6
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	1220 South St. Fran		5. Indicate Type of Lease STATE FEE
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 8	7505	6. State Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH		7. Lease Name or Unit Agreement Name Mc(all	
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other		8. Well Number	
2. Name of Operator OXY USA Inc.		9. OGRID Number 16696	
3. Address of Operator		10. Pool name or Wildcat	
P.O. Box 50250 Midland, TX 79710		Atoka Glovieta Yeso	
4. Well Location Unit Letter L: 1650 feet from the South line and 330 feet from the west line			
Section 24 Township 185 Range 26E NMPM County Eddy			
11. Elevation (Show whether DR, RKB, RT, GR, etc.)			
and the second s	72.60		
12. Check A	Appropriate Box to Indicate N	lature of Notice,	Report or Other Data
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WOR		K ☐ ALTERING CASING ☐	
TEMPORARILY ABANDON		ILLING OPNS.□ PAND A □ TJOB □	
DOWNHOLE COMMINGLE	MOLTIPLE COMPL	CASING/CEMEN	1305
CLOSED-LOOP SYSTEM	-		
OTHER: 13. Describe proposed or comp	leted operations. (Clearly state all 1	OTHER:	d give pertinent dates, including estimated date
	ork). SEE RULE 19.17.7.14 NMAC		mpletions: Attach wellbore diagram of
TD-3639' PBTD-3545' Perfs-2881-3495'			
8-5/8" 24# csg @ 991' w/ 700sx, 12-1/4" hole, TOC-Surf-Circ			
4-1/2" 10.5# csg @ 3639' w/ 720sx, 7-7/8" hole, TOC-508'-Calc NM OIL CONSERVATION ARTESIA DISTRICT			
1. 1	RIH & set CIBP @ 2831', M&P 25sx	cmt to 2581' → ₩	oe 44R9 & TAF DEC 12 2016
2. Perf @ 1041', sqz 35sx cmt to 941' WOC-Tag			
3. Perf @ 430', sqz 140sx cmt to surface 10# MUS between place 10# AUS between place			
3. Perf @ 430', sqz 140sx cmt to surface 10# MLF between plugs Above ground steel tanks will be utilized ADD A PLUB @ ADD A PL			
		THE SAM	gof well bor pending under
Spud Date:	Rig Release Da	nte:	1085'- COO EASRECEIVED V. ANDRES V. ANDRES
WELL MUST BE PLU	68FD BY 12/13	3/17	Liability (Sur found since.
I hereby certify that the information	above is true and complete to the be	est of my knowledge	e and beliefshires and
			Y
Above ground steel tanks will be utilized THE SAN ANDRES Above ground steel tanks will be utilized Rig Release Date: Rig Release Date: Rig Release Date: Rig Release Date: NELL MUST BE PLUBGED BY 12/13/17 Thereby certify that the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information above is true and complete to the best of my knowledge and belief shifted as the information a			
Type or print nameDavid Stewar	rt E-mail address:	david_stewart@	Poxy.com PHONE: 432-685-5717
For State Use Only		A. • • • • •	
APPROVED BY: All APPROVED BY: Conditions of Approval (if any):	Byl TITLE COM	PLIANEE OF	FFICEA DATE 12/13/16

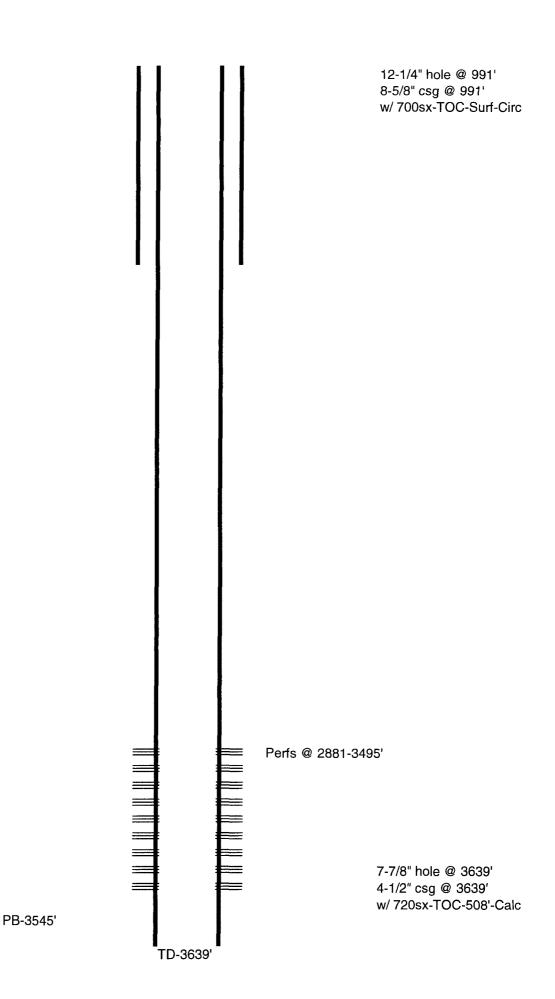
ST-SEE ATTACHED COA-S

OXY USA Inc. - Proposed McCall #1 API No. 30-015-29446 12-1/4" hole @ 991' 140sx @ 430'-Surface 8-5/8" csg @ 991' w/ 700sx-TOC-Surf-Circ Perf @ 430' 35sx @ 1041-941' WOC-Tag Perf @ 1041' ← ADD PLUG @ 1/85' TO 1085'
COUERS THE SAN ANDRES CIBP @ 2831' w/ 25sx to 2581' Perfs @ 2881-3495' 7-7/8" hole @ 3639' 4-1/2" csg @ 3639' w/ 720sx-TOC-508'-Calc

TD-3639'

PB-3545'

OXY USA Inc. - Current McCall #1 API No. 30-015-29446



CONDITIONS FOR PLUGGING AND ABANDONMENT

District | I / Artesia N.M.

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office II at (575)-748-1283 at least 24 hours before beginning work.

- 1. A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs.
- 2. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- 3. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator as well as the contractor, to verify that this permit is in place prior to performing work. Drivers shall be able to produce a copy upon request of an NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- 5. A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can be released.
- 6. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- 7. Produced water will not be used during any part of the plugging operation.
- 8. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- 9. All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 10. Class 'C' cement will be used above 7500 feet.
- 11. Class 'H' cement will be used below 7500 feet.
- 12. A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- 13. All Casing Shoes Will Be Perforated and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing
- 14. When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 15. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.
- 16. A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).

- 17. No more than 3000' is allowed between cement plugs in cased hole and 2000' in open hole.
- 18. Formations to be isolated with cement plugs are:
 - A) Fusselman
 - B) Devonian
 - C) Morrow
 - D) Wolfcamp
 - E) Bone Springs
 - F) Delaware
 - G) Any salt sections
 - H) Abo
 - I) Glorieta
 - J) Yates.
 - K) Potash--- (In the R-111-P Area (Potash Mine Area), a solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
- 19. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing

DRY HOLE MARKER REQUIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

1. Operator name 2. Lease and Well Number 3.API Number 4. Unit Letter 5. Quarter Section (feet from the North, South, East or West) 6. Section, Township and Range 7. Plugging Date 8. County

(SPECIAL CASES)

AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, a below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)