Form 3160-5 (June 2015)

UNITED STATES CATISDAD FIELD OFFICE FORM APPROVED OMB NO 1004-0137 BUREAU OF LAND MANAGEMENT OCD Artes Lease Serial No RY NOTICES AND REPORTS ON WELLS

| SUNDRY N       | OTICES AND REPORTS ON WELLS                   |
|----------------|---|
|                | form for proposals to drill or to re-enter an |
| abandoned well | Use form 3160-3 (APD) for such proposals      |
|                |   |

Lease Senal No Multiple--See Attached

| abandoned well Use form 3160-3 (APD) for such proposals  |                      |                |                               | 6 If Indian, Allottee or Tribe Name |  |                               |  |
|--|----------------------|----------------|-------------------------------|-------------------------------------|--|-------------------------------|--|
| SUBMIT IN TRIPLICATE - Other instructions on page  |                      |                | page 2                        |                                     | 7 If Unit or CA/Agreen<br>MultipleSee Atta                     | nent, Name and/or No<br>ached |  |
| 1 Type of Well   |                      |                |                               |                                     | 8 Well Name and No<br>Multiple—See Attached                    |                               |  |
| 2 Name of Operator   |                      | TAVI OD STI    | LMAN                          |                                     | 9 API Well No  |                               |  |
| 2 Name of Operator Contact TAYLOR STIL OXY USA INCORPORATED E-Mail TAYLOR_STILLMAN@OX  |                      |                | Y COM                         |                                     | MultipleSee Atta   | ached                         |  |
| 3a Address       3b Phone No         5 GREENWAY PLAZA SUITE 110       Ph 713-360         HOUSTON, TX 77046-0521       Ph 713-360   |                      |                | (include area code)<br>6-5945 |                                     | 10 Field and Pool or Exploratory Area<br>Multiple—See Attached |                               |  |
| 4 Location of Well (Footage Sec T R M or Survey Description)  Multiple—See Attached  Accepted for record.  |                      |                | 8                             |                                     | 11 County or Parish St   | ate                           |  |
| Multiple-See Attached  | MOCD                 |                | EDDY COUNTY, NM               |                                     |  |                               |  |
| 12 CHECK THE AI  | PPROPRIATE BOX(ES)   | TO INDICA      | TE NATURE OI                  | F NOTICE,                           | REPORT, OR OTH   | ER DATA                       |  |
| TYPE OF SUBMISSION   |                      | TYPE OF ACTION |                               |                                     |  |                               |  |
| ■ Notice of Intent   | ☐ Acıdıze            | ☐ Deep         | en                            | ☐ Product                           | ion (Start/Resume)   | ■ Water Shut-Off              |  |
| _  | ☐ Alter Casing       | ☐ Hyd          | raulic Fracturing             | ☐ Reclama                           | ation  | ■ Well Integrity              |  |
| ☐ Subsequent Report  | Casing Repair        | □ New          | Construction                  | □ Recomp                            | olete  | Other Production Facility     |  |
| ☐ Final Abandonment Notice   | ☐ Change Plans       | Plug           | and Abandon                   | □ Tempor                            | arıly Abandon  | Changes                       |  |
|  | Convert to Injection | ☐ Plug         | Back                          | □ Water D                           | Disposal   |                               |  |
| Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof lf 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements including reclamation have been completed and the operator has determined that the site is ready for final inspection.  Per our phone conversation on April 4th, Oxy respectfully requests to set a temporary LACT to sell. |                      |                |                               |                                     |  |                               |  |
| production from two separate flowback pads  The first flowback pad will contain the Sunrise MDP1 Fed Com 8-5 1H and 2H and Patton MDP1 17 1H  NM OIL CONSERVATION and 2H Production will be measured through a Coriolis LACT Meter information will be provided  ARTESIA DISTRICT  |                      |                |                               |                                     |  |                               |  |
| upon installation  APR 0 9 2018  The second flowback pad will contain the Sunrise MDP1 Fed Com 8-5 3H and 4H and Patton MDP1 17  Federal 3H and 4H Production will be measured through a Coriolis LACT Meter information will be   |                      |                |                               |                                     | R 0 9 2018   |                               |  |
| provided upon installation   |                      |                |                               |                                     |  | ECEIVED                       |  |
| Each well will have a dedicated 3-phase production vessel on the dedicated flowback pad with meters  |                      |                |                               |                                     |  |                               |  |
| 14 I hereby certify that the foregoing is true and correct Electronic Submission #410394 verified by the BLM Well Information System For OXY USA INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by DUNCAN WHITLOCK on 04/05/2018 (18DW0119SE)  |                      |                |                               |                                     |  |                               |  |
| Name (Printed/Typed) TAYLOR  | STILLMAN             |                | Title REGUL                   | ATORY EN                            | GINEER   |                               |  |
| Signature (Electronic Submission)  |                      |                | Date 04/05/20                 | 018                                 | · · - · · · · · · · · · · · · · · · · ·                        |                               |  |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE   |                      |                |                               |                                     |  |                               |  |
| Approved By O. D. W. Ritlork &   |                      |                | Title TLP                     | Er                                  |  | Date 15/18                    |  |
| Conditions of the twal, if any sare attaches. 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 CF                     | 0                                   |  |                               |  |
|  | <del></del>          |                |                               |                                     |  |                               |  |

## Additional data for EC transaction #410394 that would not fit on the form

### 5 Lease Serial No. continued



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### Wells/Facilities, continued

| Agreement<br>NMNM63757 | Lease<br>NMNM63757     | Well/Fac Name Number API Number<br>SUNRSE MDP1 8-8 FEDERAL COM 645-44389-00-X1 |
|------------------------|------------------------|--|
| NMNM63757              | NMNM63757              | PATTON MOP1 17 FEDERAL 1H 80-016-44469-00-X1                                   |
| NMNM63757              | NMNM63757              | PATTON MOR1 17 FEDERAL 2H. 30-018-4480-00-X1/                                  |
| NMNM63757              | NMNM63757              | SUMMISE ADPICATEDERAL COM 2015 44395-60-XV                                     |
| NMNM29234              | NMNM29234              | PATTOR WOPT TO PEDERAL SHE SUFOTS 44488-00-X1                                  |
| NMNM29234              | NMNM29234              | PATTON HOPE AT FEETERAL AH SE OIS 44497-00-XV                                  |
| NMNM29234              | NMNM29234              | SUNRISE MOPT SE FEDERAL COMMISS-447 COOX1                                      |
| NMNM29234              | NMNM29234              | SUNRISE NOTE STREETERAL COMPANY 44475-00-X1                                    |
|                        | NMNM29234<br>NMNM63757 | FAS SAND BAND DUMES OF B   |

Location
Sec 8 T24S R31E SWSW 170FSL 816FWL
32 225060 N Lat 103 805748 W Lon
Sec 8 T24S R31E SWSW 170FSL 846FWL
32 225060 N Lat 103 805656 W Lon
Sec 8 T24S R31E SWSW 170FSL 906FWL
32 225060 N Lat 103 805458 W Lon
Sec 8 T24S R31E SWSW 170FSL 876FWL
32 225060 N Lat, 103 805557 W Lon
Sec 8 T24S R31E SESW 432FSL 2232FWL
32 225780 N Lat 103 801170 W Lon
Sec 8 T24S R31E SESW 432FSL 2292FWL
32 225780 N Lat 103 80980 W Lon
Sec 8 T24S R31E SESW 432FSL 2202FWL
32 225780 N Lat 103 80980 W Lon
Sec 8 T24S R31E SESW 432FSL 2202FWL
32 225780 N Lat 103 801270 W Lon
Sec 8 T24S R31E SESW 432FSL 2262FWL
32 225780 N Lat 103 801270 W Lon
Sec 18 T24S R31E SESW 432FSL 2262FWL
32 225780 N Lat 103 801071 W Lon
Sec 18 T24S R31E Mer NMP NENW
Sec 18 T24S R31E Mer NMP NENW

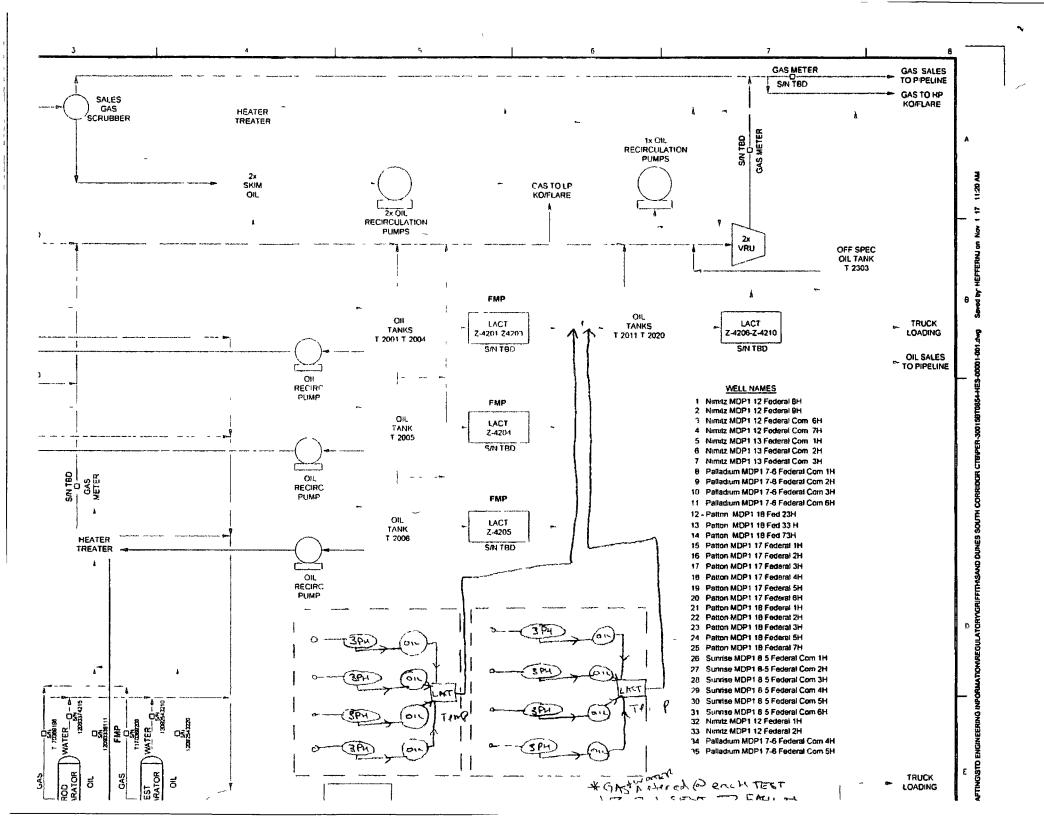
### 10 Field and Pool, continued

### COTTONWOOD DRAW-BONE SPRING

### 32 Additional remarks, continued

for oil gas and water measurement. After separation gas and water will be sent to the Sand Dunes CTB for handling. Oil will flow to tanks on-site and then be measured through the temporary LACT units, which well serve as temporary FMPs for the aforementioned 12.5% wells

Oxy will prove both meters to obtain meter factors A flow schematic is attached



# Temporary Portable Coriolis LACT Meter Conditions of Approval

Sunrise MDP1 Fed Com 8-5 1H, 2H, 3H, & 4H and Patton MDP1 17 1H, 2H, 3H, & 4H NMNM29234 & NMNM63757 / Fac Location Sec 18 NENW, T24S, R31E

- 1 Approval is for meter numbers (2) Not Given Serial No. \*To be provided and transmitter numbers (2) Not Given- Serial No. \* To be provided
- 2 Provide beginning and ending totalizer readings Totalizers may be zeroed prior to first load of oil
- 3 The Coriolis meter shall be designed, installed and operated in accordance with all current applicable Federal Regulations and API standards Including 43 CFR 3173 & 3174
- 4 The metering facility shall include a temperature probe to monitor the actual oil temperature during custody transfer. This information will be recorded and used in calculating the volume of oil metered during each transaction.
- The custody transfer meter (FMP) shall be proven during the first 100 BBLS of oil measured from the meter and in conformance with 43 CFR 3173 & 3174. The meter proving is to be Meter proving records shall be submitted to the BLM Carlsbad Field Office within 14 days of meter proving and maintained for a period of six years from the date of generation.
- The run ticket associated with each oil transfer shall include the measured or calculated BS&W, oil gravity, temperature recorded during the transfer and records shall be maintained for a period of six years from the date of generation and will be made available for audit upon request
- 7 A copy of run ticket shall be submitted to the appropriate BLM office within 14 days of ticket generation and will be made available for audit upon request
- 8 This approval may be subject to future review and if determined inadequate with regards to accurate measurement, the approval will be withdrawn

JDW 4 5 2018