

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*Well Serial No.
NMNM13996

Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.
HEIGHT CC 6_7 FEDERAL COM 33H2. Name of Operator
OXY USA INCORPORATEDContact: DAVID STEWART
E-Mail: david_stewart@oxy.com9. API Well No.
30-015-45561-00-X13a. Address
5 GREENWAY PLAZA SUITE 110
HOUSTON, TX 77046-05213b. Phone No. (include area code)
Ph: 432.685.571710. Field and Pool or Exploratory Area
PURPLE SAGE-WOLFCAMP (GAS)

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 6 T24S R29E 230FNL 2355FWL
32.253624 N Lat, 104.024727 W Lon

11. County or Parish, State

EDDY COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Change to Original A |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | PD |

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 recompleat 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/BLA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat 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.

OXY USA Inc. respectfully requests to amend the casing/cementing program for the following wells.
The four wells will have a similar design and the specific details are for the 33H.

Height CC 6-7 Federal #33H - 30-015-45551 - NMNM013996
Height CC 6-7 Federal #34H - 30-015-45562 - NMNM077018
Height CC 6-7 Federal #35H - 30-015-45563 - NMNM077018
Height CC 6-7 Federal #36H - 30-015-45564 - NMNM117551

OXY also requests bradenhead squeeze and for a casing tie back liner, see attached for details.

RECEIVED

APR 01 2019

DISTRICT II-ARTESIA O.C.D.

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #455892 verified by the BLM Well Information System
For OXY USA INCORPORATED, sent to the Carlsbad
Committed to AFMSS for processing by PRISCILLA PEREZ on 02/27/2019 (19PP1148SE)

Name (Printed/Typed) DAVID STEWART

Title REGULATORY ADVISOR

Signature (Electronic Submission)

Date 02/25/2019

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|-----------------------|------------------------|
| Approved By <u>Mustafa Haque</u> | Petroleum Engineer | Date <u>03-14-2019</u> |
| 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. | Carlsbad Field Office | |
| | Office | |

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.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #455892 that would not fit on the form

32. Additional remarks, continued

- Operators shall run CBL from TD of the intermediate casing to surface. Submit result to BLM.

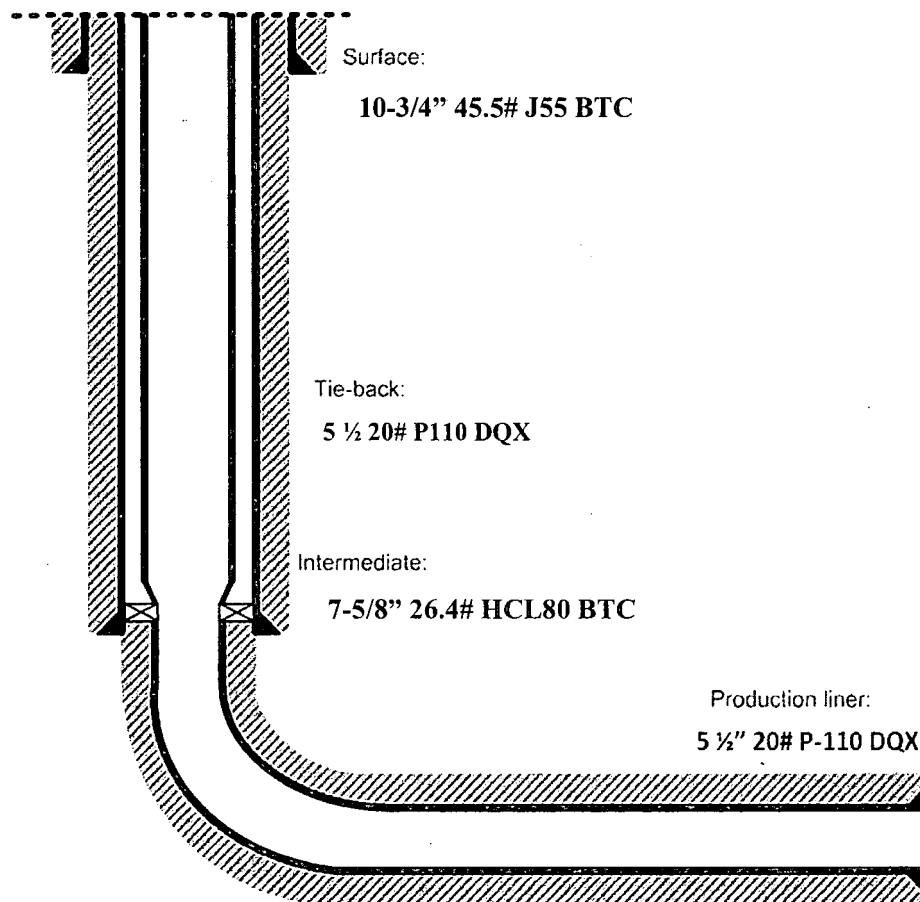
OXY USA Inc.
Height CC 6-7 Federal Com 33H, 34H, 35H, 36H

Below is a summary that describes the general operational steps to drill and complete the well.

- Drill 14-3/4" hole x 10-3/4" casing for surface section. Cement to surface.
- Drill 9-7/8" hole x 7-5/8" casing for intermediate section. Cement to surface.
- Drill 6-3/4" hole x 5-1/2" liner for production section. Cement to top of liner, 100' inside 7-5/8" shoe.
- Release drilling rig from location.
- Move in workover rig and run a 5-1/2" 20# P110 DQX tie-back frack string and seal assembly (see connection specs below). Tie into liner hanger Polished Bore Receptacle (PBR) with seal assembly.
- Pump hydraulic fracture job.
- Flowback and produce well.

When a decision is made to develop a secondary bench from this wellbore, a workover rig will be moved to location. The workover rig will then retrieve the tie-back frack string and seal assembly before temporarily abandoning the initial lateral.

General well schematic:



5 1/2" 20# P110 DQX Tie-back string specifications:

PERFORMANCE DATA

TMK UP DQX

5.500 in

20.00 lbs/ft

P-110

Technical Data Sheet

Tubular Parameters

| | | | | | |
|---------------------|-------|-----------------|------------------------------|---------|-----|
| Size | 5.500 | in | Minimum Yield | 110,000 | psi |
| Nominal Weight | 20.00 | lbs/ft | Minimum Tensile | 125,000 | psi |
| Grade | P-110 | | Yield Load | 641,000 | lbs |
| PE Weight | 19.81 | lbs/ft | Tensile Load | 729,000 | lbs |
| Wall Thickness | 0.361 | in | Min. Internal Yield Pressure | 12,600 | psi |
| Nominal ID | 4.778 | in | Collapse Pressure | 11,100 | psi |
| Drift Diameter | 4.653 | in | | | |
| Nom. Pipe Body Area | 5.828 | in ² | | | |

Connection Parameters

| | | |
|------------------------------|---------|-----------------|
| Connection OD | 8.050 | in |
| Connection ID | 4.778 | in |
| Make-Up Loss | 4.122 | in |
| Critical Section Area | 5.828 | in ² |
| Tension Efficiency | 100.0 | % |
| Compression Efficiency | 100.0 | % |
| Yield Load In Tension | 641,000 | lbs |
| Min. Internal Yield Pressure | 12,600 | psi |
| Collapse Pressure | 11,100 | psi |

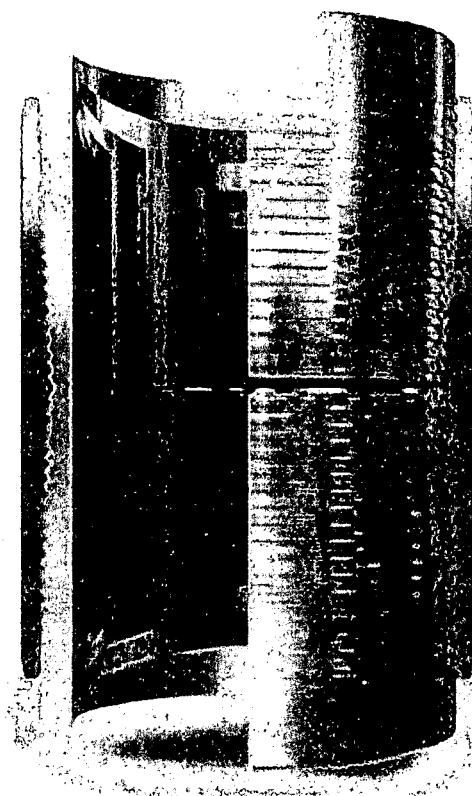
Make-Up Torques

| | | |
|---------------------|--------|--------|
| Min. Make-Up Torque | 11,600 | ft-lbs |
| Opt. Make-Up Torque | 12,900 | ft-lbs |
| Max. Make-Up Torque | 14,100 | ft-lbs |
| Yield Torque | 20,600 | ft-lbs |

Printed on: July-29-2014

NOTE

The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. Information that is printed or downloaded is no longer controlled by TMK IPSCO and might not be the latest information. Anyone using the information herein does so at their own risk. To verify that you have the latest TMK IPSCO technical information, please contact TMK IPSCO Technical Sales toll free at 1-800-250-2000.



OXY USA Inc. – Height CC 6-7 Federal Com 33H, 34H, 35H, 36H

This is a bulk sundry request for 4 wells in the Cedar Canyon area. The wells related to this sundry request are:

| API # | Well Name | Lease Serial # |
|------------|---------------------------|----------------|
| 3001545561 | Height CC 6-7 Fed Com 33H | NMNM013996 |
| 3001545562 | Height CC 6-7 Fed Com 34H | NMNM077018 |
| 3001545563 | Height CC 6-7 Fed Com 35H | NMNM077018 |
| 3001545564 | Height CC 6-7 Fed Com 36H | NMNM117551 |

1. Casing Program

Oxy requests to run a production liner. The updated casing table is shown below:

| Hole Size (in) | Casing Interval | | Csg. Size (in) | Weight (lbs) | Grade | Conn. | Buoyant | | | |
|-------------------------------|-----------------|---------|----------------|--------------|---------|-------|-------------|----------|-----------------|------------------|
| | From (ft) | To (ft) | | | | | SF Collapse | SF Burst | Body SF Tension | Joint SF Tension |
| 14.75 | 0 | 400 | 10.75 | 40.5 | J-55 | BTC | 1.125 | 1.2 | 1.4 | 1.4 |
| 9.875 | 0 | 9163 | 7.625 | 26.4 | HC L-80 | BTC | 1.125 | 1.2 | 1.4 | 1.4 |
| 6.75 | 9063 | 20098 | 5.5 | 20 | P-110 | DQX | 1.125 | 1.2 | 1.4 | 1.4 |
| SF Values will meet or exceed | | | | | | | | | | |

*Oxy requests the option to run DQX or SF-Torq connections for the 5.5" 20# P-110 production liner

2. Cementing Program

Oxy requests to change the production cement job. The tables below highlight the changes.

| Casing | Slurry | #Sks | Wt. (Lb/gal) | Yld. ft3/sack | H2O gal/sk | 500# Comp. Strength | Slurry Description |
|---|--------|-------|--------------|---------------|------------|---------------------|--|
| 1st Stage Production Casing | Tail | 318 | 13.2 | 1.61 | 7.804 | 7:11 | Class H Cement, Retarder, Dispersant, Salt |
| Production Casing 2nd Stage (Tail Slurry) to be pumped as Bradenhead Squeeze from surface, down the Production Casing annulus | | | | | | | |
| 2nd Stage Production Casing | Tail | 1,106 | 12.9 | 1.92 | 10.41 | 23:10 | Class C Cement, Accelerator, Dispersant |
| Production Liner | Tail | 702 | 13.2 | 1.38 | 6.686 | 3:49 | Class H Cement, Retarder, Dispersant, Salt |

| Casing String | Top of Lead (ft) | Bottom of Lead (ft) | Top of Tail (ft) | Bottom of Tail (ft) | % Excess Lead | % Excess Tail |
|-----------------------------|------------------|---------------------|------------------|---------------------|---------------|---------------|
| 1st Stage Production Casing | N/A | N/A | 6780 | 9163 | 0% | 0% |
| 2nd Stage Production Casing | N/A | N/A | 0 | 6780 | N/A | 50% |
| Production Liner | N/A | N/A | 9063 | 20098 | N/A | 5% |

OXY requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated TOC @ the Bone Spring and the second stage performed as a bradenhead squeeze with planned cement from the top of the Bone Spring to surface

Cement Top and Liner Overlap

1. Oxy is requesting permission to have minimum fill of cement behind the 5-1/2" production liner to be 100' into previous casing string. The reason for this is so that we can come back and develop shallower benches from the same 9-5/8" mainbore in the future.
2. Our plan is to use a whipstock for our exit through the mainbore. Based on our lateral target, we are planning a whipstock cased/hole exit so that kick-off point will allow for roughly 10deg/100' doglegs needed for the curve.
3. Cement will be brought to the top of this liner hanger.
4. See attached for additional casing tie-back information.