Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM94651

	SUNDRY	NOTICES	AND	REPOI	RTS (ON V	NELLS	
Dο	not use th	is form for	propo	sals to	drill c	or to	re-enter	an

6 If Indian Allottee or Tribe Name

abandoned we	II. Use form 3160-3 (APD) fo	r such proposals.	0. If finding, And	dee of Tribe Name			
SUBMIT IN	7. If Unit or CA/.	7. If Unit or CA/Agreement, Name and/or No.					
1. Type of Well		8. Well Name and No. CEDAR CANYON 28 FEDERAL 4					
Oil Well Gas Well Oth	9. API Well No.						
2. Name of Operator OXY USA INCORPORATED	Contact: DAV E-Mail: david_stewart@	/ID STEWART Joxy.com	30-015-291	18-00-S1			
3a. Address 5 GREENWAY PLAZA SUITE HOUSTON, TX 77046-0521		Phone No. (include area code : 432.685.5717		10. Field and Pool or Exploratory Area CEDAR CANYON			
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)		11. County or Pa	rish, State			
Sec 28 T24S R29E NESW 19	80FSL 1980FWL		EDDY COU	JNTY, NM			
12. CHECK THE AI	PPROPRIATE BOX(ES) TO	INDICATE NATURE (OF NOTICE, REPORT, OR	OTHER DATA			
TYPE OF SUBMISSION	·	ТҮРЕ О	F ACTION	<i>/</i>			
	☐ Acidize	□ Deepen	☐ Production (Start/Resum	e) Water Shut-Off			
■ Notice of Intent	☐ Alter Casing	☐ Hydraulic Fracturing	☐ 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				
7-5/8" 26.4# csg @ 2790' w/1 4-1/2" 11.6# csg @ 6850',DV	d operations. If the operation results bandonment Notices must be filed on inal inspection. 070-4216' CIBP-5163' 10sx, 14-3/4" hole, TOC-Surf-525sx, 9-5/8" hole, TOC-Surf-T @ 4008' w/685sx, 6-3/4" hole	in a multiple completion or rec lly after all requirements, inclu Accepted Circ Circ e, TOC-1050'-CBL	completion in a new interval, a Forr ding reclamation, have been completed for record - NMOCD	JUL 2 3 2019			
1. CIBP @ 3020' w/ 30sx cm 2. M&P 25sx cmt @ 1725-15			SEE ATTACHED FOR				
2. M&P 25sx cmt @ 1725-1525' WOC-Tag 3. Perf @ 555', sqz 135sx cmt to surface. 10# MLF between plugs - Above ground steel tanks will be utilized CONDITIONS OF APPROV							
14. I hereby certify that the foregoing is Cor Name (Printed/Typed) DAVID S	Electronic Submission #4726 For OXY USA INC nmitted to AFMSS for processi	CORPORATED, sent to the ng by PRISCILLA PEREZ	e Carlsbad				
	· · · · ·						
Signature (Electronic	Submission)	Date 07/09/	2019				
	THIS SPACE FOR I	FEDERAL OR STATE	OFFICE USE				
Approved By _ Ame	& a. Sanos	Title SC	ET	7-14-19 Date			
Conditions of approval, if any, are attached certify that the applicant holds legal or eq which would entitle the applicant to conditions.	uitable title to those rights in the subj	ect lease Office	0				

OXY USA Inc. - Current Cedar Canyon 28 Federal #4 API No. 30-015-29118

Ahry, Basal

2-3/8" tbg w/ pkr @ 3040'

Brushy

BS

Del

Bell

14-3/4" hole @ 505' 10-3/4" csg @ 505' w/ 510sx-TOC-Surf-Circ

9-5/8" hole @ 2790' / 7-5/8" csg @ 2790' / w/ 1525sx-TOC-Surf-Circ /

Perfs @ 3070-3760'

Perfs @ 3850-4216'

Perfs @ 5213-5240' ~

CIBP 6375-Perfs 6500-44

> 6-3/4" hole @ 6850' 4-1/2" csg @ 6850' • DVT @ 4008' w/ 685sx-TOC-1050'-CBL

2/98-CIBP @ 5163' w/ 35' cmt ~

PB-6375'

2693

2899

2927

3787

5015

6662

OXY USA Inc. - Proposed Cedar Canyon 28 Federal #4 API No. 30-015-29118

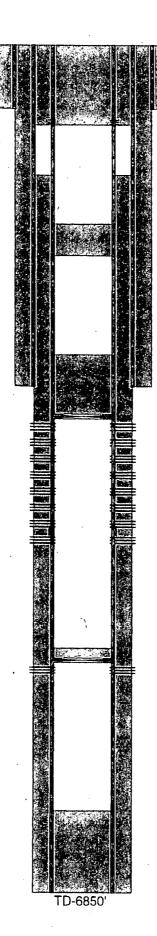
135sx @ 555'-Surface

25sx @ 1725-1525' WOC-Tag

CIBP @ 3020' w/ 30sx to 2690' WOC-Tag

2/98-CIBP @ 5163' w/ 35' cmt

PB-6375'



14-3/4" hole @ 505' 10-3/4" csg @ 505' w/ 510sx-TOC-Surf-Circ

Perf @ 555'

9-5/8" hole @ 2790' 7-5/8" csg @ 2790' w/ 1525sx-TOC-Surf-Circ

Perfs @ 3070-3760'

5/98-Perfs @ 3850-4216'

Perfs @ 5213-5240'

6-3/4" hole @ 6850' 4-1/2" csg @ 6850' DVT @ 4008' w/ 685sx-TOC-1050'-CBL

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval (LPC Habitat)

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of brine water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

- Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.
- 6. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off. Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date well was plugged.</u>
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

<u>Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:</u>
From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted