Form 3160-5 (June 2015)

### **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO: 1004-0137
Expires: January 31, 201

SUNDRY Do not use thi abandoned we	5. Lease Serial No. NMNM102914 6. If Indian, Allottee	· · · · · · · · · · · · · · · · · · ·		
SUBMIT IN	TRIPLICATE - Other ins	tructions on page 2	7. If Unit or CA/Agr	reement, Name and/or No.
Type of Well	ner	Alt and a second of	8. Well Name and N Multiple—See At	
2. Name of Operator OXY USA INCORPORATED	Contact: E-Mail: david_stev	DAVID STEWART vart@oxy.com	9. API Well No. MultipleSee	Attached
3a. Address 5 GREENWAY PLAZA SUITE HOUSTON, TX 77046-0521	10. Field and Pool o PIERCE CRO PURPLE SAG	r Exploratory Area SSING-BONE SPRING E-WOLFCAMP (GAS)		
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description	)	11. County or Parish	ı, State
MultipleSee Attached	EDDY COUN	ΓΥ, NM		
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICATE NATURE OF	NOTICE, REPORT, OR OT	THER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
Notice of Intent     ■	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
_	☐ 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	Change to Original A
	☐ Convert to Injection	□ Plug Back	☐ Water Disposal	. 2
13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab- determined that the site is ready for fi	ally or recomplete horizontally, k will be performed or provide operations. If the operation re- pandonment Notices must be file	give subsurface locations and measur the Bond No. on file with BLM/BIA. sults in a multiple completion or recor	ed and true vertical depths of all pert Required subsequent reports must be suppletion in a new interval, a Form 3	inent markers and zones. be filed within 30 days
OXY USA Inc. respectfully req following wells:	juests the following bulk s	sundry changes to the approve	d APD's for the	
<ol> <li>Salt Flat CC 20-29 Federal</li> <li>Salt Flat CC 20-29 Federal</li> <li>Salt Flat CC 20-29 Federal</li> </ol> See attached for the Amended	Com #34H - 30-015-4504 Com #35H - 30-015-4504	49	lsbad Field C OCD Artesia	
Change Production Casing Back Detail	to Liner and update ceme	enting information. See attach	_	

2. Request Bradenhead squeeze for the 2nd stage Intermediate casing with the Bradenhead CBL

14. I hereby certify that	the foregoing is true and correct.  Electronic Submission #487154 verifie For OXY USA INCORPORA Committed to AFMSS for processing by PRI	TEĎ, s	ent to the Carlsbad	<del> </del>	
Name (Printed/Typed	DAVID STEWART	Title	SR. REGULATORY ADVISOR		
Signature	(Electronic Submission)	Date	10/09/2019		
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE USE		
Approved By NDUN	GU <u>K</u> AMAU	TitleF	ETROLEUM ENGINEER		Date 10/25/2019
certify that the applicant h	any, are attached. Approval of this notice does not warrant or holds legal or equitable title to those rights in the subject lease opplicant 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.

(Instructions on page 2) \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

RW 10-30-19

### Additional data for EC transaction #487154 that would not fit on the form

### Wells/Facilities, continued

Agreement NMNM102914 Lease NMNM102914 Well/Fac Name, Number API Number SALT FLAT CC 20-29 FEDERAL CGMCG-45050-00-X1 Location Sec 17 T24S R29E SESE 421FSL 1201FEL 32.211441 N Lat, 104.001846 W Lon Sec 17 T24S R29E SESE 421FSL 1271FEL 32.211441 N Lat, 104.002075 W Lon Sec 17 T24S R29E SESE 421FSL 1236FEL 32.211441 N Lat, 104.001961 W Lon NMNM102914 NMNM102914 SALT FLAT CC 20-29 FEDERAL CG3A0345-45048-00-X1 NMNM102914 NMNM102914 SALT FLAT CC 20-29 FEDERAL CG0A0353-45049-00-X1

### 32. Additional remarks, continued

### requirement.

Request Offline Intermediate Casing/Cementing Variance, see attached.
 Update BOP Break Testing Request, Information and Plan
 Update BOP/Wellhead Diagram

### Revisions to Operator-Submitted EC Data for Sundry Notice #487154

**Operator Submitted** 

**BLM Revised (AFMSS)** 

Sundry Type:

**APDCH** 

NOI

Lease:

NMNM17224

**APDCH** NOI

NMNM102914

Agreement:

Operator:

OXY USA INC. P.O. BOX 50250 MIDLAND, TX 79710 Ph: 432-685-5717

OXY USA INCORPORATED 5 GREENWAY PLAZA SUITE 110 HOUSTON, TX 77046-0521

DAVID STEWART SR. REGULATORY ADVISOR

E-Mail: david\_stewart@oxy.com Cell: 432.685.5717 Ph: 432.685.5717

Ph: 713.350.4816

Admin Contact:

DAVID STEWART SR. REGULATORY ADVISOR E-Mail: david\_stewart@oxy.com Cell: 432-634-5688

Ph: 432-685-5717

Tech Contact:

DAVID STEWART SR. REGULATORY ADVISOR E-Mail: david\_stewart@oxy.com Cell: 432-634-5688

Ph: 432-685-5717

Location:

State: County: NM EDDY

Field/Pool:

PURPLE SAGE WOLFCAMP PIERCE CROSSING-BONE SPRING

Well/Facility:

SALT FLAT CC 20-29 FEDERAL COM 36H Sec 17 T24S R29E Mer NMP SESE 421FSL 1201FEL 32.211441 N Lat, 104.001849 W Lon

Fx: 436.855.5742 **DAVID STEWART** 

SR. REGULATORY ADVISOR E-Mail: david\_stewart@oxy.com Cell: 432.685.5717 Ph: 432.685.5717

Fx: 436.855.5742

NM EDDY

PURPLE SAGE-WOLFCAMP (GAS)

SALT FLAT CC 20-29 FEDERAL COM 36H Sec 17 T24S R29E SESE 421FSL 1201FEL 32.211441 N Lat, 104.001846 W Lon SALT FLAT CC 20-29 FEDERAL COM 34H Sec 17 T24S R29E SESE 421FSL 1271FEL 32.211441 N Lat, 104.002075 W Lon SALT FLAT CC 20-29 FEDERAL COM 35H Sec 17 T24S R29E SESE 421FSL 1236FEL 32.211441 N Lat, 104.001961 W Lon

32.211441 N Lat, 104.001961 W Lon

## PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: OXY USA INC. LEASE NO.: NMNM102914

**LOCATION:** | Section 17, T.24 S., R.29 E., NMPM

**COUNTY:** Lea County, New Mexico

WELL NAME & NO.: Salt Flat CC 20-29 Federal Com 34H

SURFACE HOLE FOOTAGE: 421'/S & 1271'/E BOTTOM HOLE FOOTAGE 180'/S & 2260'/E

WELL NAME & NO.: Salt Flat CC 20-29 Federal Com 35H

**SURFACE HOLE FOOTAGE**: 421'/S & 1236'/E **BOTTOM HOLE FOOTAGE** 180'/S & 1380'/E

WELL NAME & NO.: Salt Flat CC 20-29 Federal Com 36H

SURFACE HOLE FOOTAGE: 421'/S & 1201'/E BOTTOM HOLE FOOTAGE 180'/S & 500'/E

COA

H2S	Yes	6 No	
Potash	• None	Secretary	⊂ R-111-P
Cave/Karst Potential	↑ Low	• Medium	↑ High
Cave/Karst Potential	Critical		
Variance	None	Flex Hose	Other
Wellhead	Conventional	• Multibowl	Both
Other		Capitan Reef	□ WIPP
Other	Fluid Filled	Cement Squeeze	☐ Pilot Hole
Special Requirements	Water Disposal	<b>▽</b> COM	☐ Unit

### ALL PREVIOUS COAs STILL APPLY.

### A. CASING

### **Casing Design:**

- 1. The 13-3/8 inch surface casing shall be set at approximately 400 feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature

- survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
- b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

### Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:

### **Option 1 (Single Stage):**

• Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

### Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
  - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
     Wait on cement (WOC) time for a primary cement job is to include
    - the lead cement slurry due to cave/karst or potash.
- ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

Operator has proposed to pump down 9-5/8" X 7-5/8" annulus. Operator must run a CBL from TD of the 7-5/8" casing to surface. Submit results to BLM.

- 3. The minimum required fill of cement behind the 5-1/2 inch production liner is:
  - Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification.

### **B. PRESSURE CONTROL**

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

### C. SPECIAL REQUIREMENT (S)

### **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.

• In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

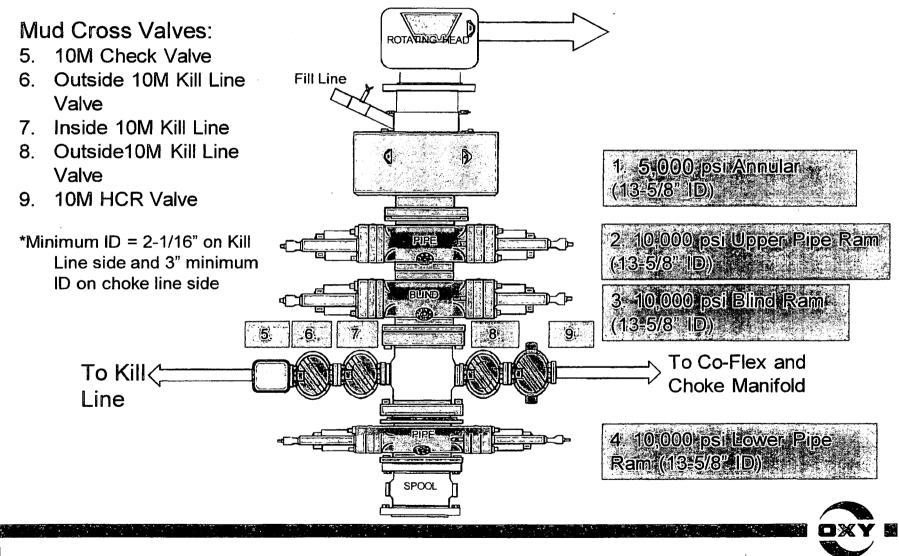
### **Offline Cementing**

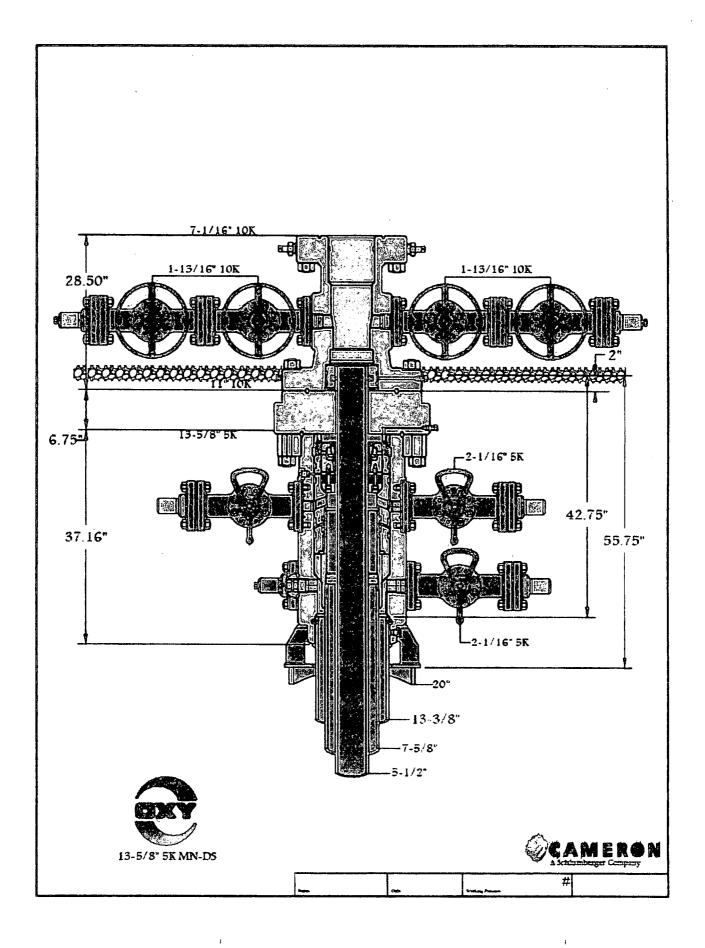
• Contact the BLM prior to the commencement of any offline cementing procedure.

### **BOP Break Testing Variance (Note: For 5M BOP or less)**

- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer prior to the commencement of any BOP Break Testing operations.
- A full BOP test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOP test will be required.

## 5/10M BOP Stack





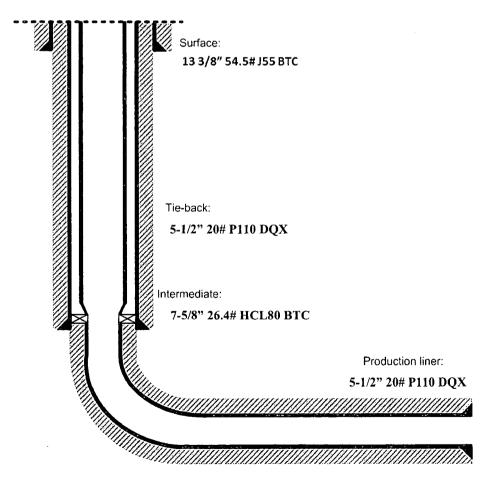
### OXY USA Inc. Oxbow CC 17-8 Federal Com #34H, 35H, 36H Salt Flat CC 20-29 Federal Com #34H, 35H, 36H

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

- Drill 17-1/2" hole x 13-3/8" 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:



### PERFORMANCE DATA

TMK UP DQX
Technical Data Sheet

5.500 in

20.00 lbs/ft

P-110

110,000 125,000

641,000

729,000

12,600

11,100

psi

lbs

lbs

psi

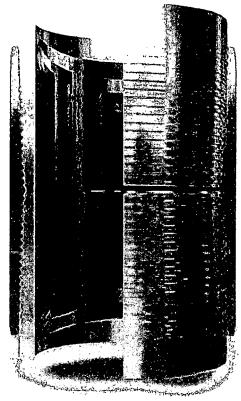
psi

Tubular Parameters			
Size	5.500	ĭn	Minimum Yield
Nominal Weight	20.00	lbs/ft	Minimum Tensile
Grade	P-110	}	Yield Load
PE Weight	19.81	lbs/ft	Tensile Load
Wall Thickness	0.361	in	Min. Internal Yield Pressure
Nominal ID	4.778	ın	Collapse Pressure
Drlft Diameter	4.653	in	
Nom. Pipe Body Area	5.828	in²	

Connection Parameters						
Connection OD	6.050	in				
Connection ID	4.778	in				
Make-Up Loss	4.122	in				
Critical Section Area	5.828	in <sup>3</sup>				
Tension Efficiency	100.0	%				
Compression Efficiency	100.0	%				
Yield Load In Tension	641,000	ibs				
Min. Internal Yield Pressure	12,600	psı				
Collapse Pressure	11,100	psi				

Make-Up Torques						
Min. Make-Up Torque	11,600	fi-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 driding 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 till free at 1-888-258, 2000.



This is a bulk sundry request for the Salt Flat CC 20-29 Federal Com#36H, but includes the following Salt Flat CC 20-29 Federal Com wells in the Cedar Canyon area.

API#	Well Name
3001545048	Salt Flat CC 20-29 Fed Com 34H
3001545049	Salt Flat CC 20-29 Fed Com 35H
3001545050	Salt Flat CC 20-29 Fed Com 36H

### 1. Casing Program

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

									Buoyant	Buoyant
Hole	Casing'	Interval	Csg.	Weight			SF		Body SF	Joint SF
Size (in)	From (ft)	To (ft)	Size (in)	(lbs)	Grade	Conn.	Collapse	SF Burst	Tension	Tension
17.5	0	430	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4
9.875	0	9552	7.625	26.4	L-80 HC	BTC	1.125	1.2	1.4	1.4
6.75	9452	20692	5.5	20	P-110	DQX	1.125	1.2	1.4	1.4
		·		_		•	SF V	alues will	meet or Ex	ceed

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

\*OXY requests the option to set casing shallower yet still below the salts if losses or hole conditions require this. Cement volumes may be adjusted if casing is set shallower and a DV tool may be run in case hole conditions merit pumping a second stage cement job to comply with permitted top of cement. If cement circulated to surface during first stage we will drop a cancelation cone and not pump the second stage.

\*OXY requests the option to run production casing liner with DQX, SF TORQ, and/or DQW TORQ connections to accommodate hole conditions or drilling operations.

### **Annular Clearance Variance Request**

As per the agreement reached in the OXY/BLM meeting on Feb 22, 2018, OXY requests permission to allow deviation from the 0.422" annular clearance requirement from Onshore Order #2 under the following conditions:

- 1. Annular clearance to meet or exceed 0.422" between intermediate casing ID and production casing coupling only on the first 500' overlap between both casings.
- 2. Annular clearance less than 0.422" is acceptable for the curve and lateral portions of the production open hole section.

### OXY USA Inc. - Salt Flat CC 20-29 Federal Com 34H-35H-36H - Amended Drill Plan

### 2. Cementing Program

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

Casing String	# Sks	(Dygal)	Yid (ft³/sack)	H <sub>.</sub> Q.	500# Comp. Strength (bours)	Slurry Description
Surface (Lead)	N/A	N/A	N/A	N/A	N/A	₩A
Surface (Tail)	461	14.8	1.33	6.365	5:26	Class C Cement, Accelerator
Intermediate 1st Stage (Lead)	N/A	N/A	N/A	N/A	N/A	N/A
Intermediate 1st Stage (Tail)	593	13.2	1.65	8.640	11:54	Class H Cement, Retarder, Dispersant, Salt
	Intermediate 2nd	Stage (Tail Slurry) t	o be pumped as B	tradenhead Squeeze from surface, down the Int	ermediate annuli	IS
Intermediate 2nd Stage (Lead)	N/A	N/A	N/A	N/A	N/A	₩A
Intermediate 2nd Stage (Tail)	719	12.9	1.92	10.41	23:10	Class C Cement, Accelerator
Production (Lead)	N/A	N/A	N/A	N/A	N/A	N∕A
Production (Tail)	723	13.2	1.38	6.686	3:39	Class H Cement, Retarder. Dispersant, Salt

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface (Lead)	N/A	N/A	N/A
Surface (Tail)	0	430	100%
Intermediate 1st Stage (Lead)	N/A	N/A	N/A
Intermediate 1st Stage (Tail)	5264	9552	5%
Intermediate 2nd Stage (Lead)	N/A	N/A	N/A
Intermediate 2nd Stage (Tail)	0	5264	10%
Production (Lead)	N/A	N/A	N/A
Production (Tail)	9452	20692	5%

### **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 7-5/8" 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

- 3. Cement will be brought to the top of this liner hanger.
- 4. See attached for additional casing tie-back information.

\*OXY requests a variance to cement the 9-5/8" and/or 7-5/8" intermediate casing strings offline, see attached for additional information.

**Bradenhead CBL** - OXY requests permission to adjust the CBL requirement after bradenhead cement jobs, on 7-5/8" intermediate casings, as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

### Three string wells:

- 1. CBL will be required on one well per pad
- 2. If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- 3. Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

### 3. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min: Required WP		Туре		Tested to:
		3M		Annular	1	70% of working pressure
				Blind Ram	✓	
9.875" Hole	13-5/8"	3M	Pipe Ram			250 :/2000 :
				Double Ram	✓	250 psi / 3000 psi
			Other*			
		5M		Annular	✓	70% of working pressure
				Blind Ram	✓	
6.75" Hole	13-5/8"	5M	Pipe Ram			250 : / 5000 :
				Double Ram	✓	250 psi / 5000 psi
			Other*			

<sup>\*</sup>Specify if additional ram is utilized.

Oxy will utilize a 5M annular with a 10M BOPE stack. The BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Formation integrity test will be performed per Onshore Order #2.
On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Y Are anchors required by manufacturer?

### OXY USA Inc. - Salt Flat CC 20-29 Federal Com 34H-35H-36H - Amended Drill Plan

A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015. See attached schematics.

### **BOP Break Testing Request**

OXY requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

BOP break test under the following conditions:

- 1. After a full BOP test is conducted
- 2. When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.
- 3. When skidding to drill a production section that does not penetrate into the third Bone Spring or deeper.

If the kill line is broken prior to skid, two tests will be performed.

- 1. Wellhead flange, co-flex hose, kill line connections and upper pipe rams
- 2. Wellhead flange, HCR valve, check valve, upper pipe rams

If the kill line is not broken prior to skid, only one test will be performed.

1. Wellhead flange, co-flex hose, check valve, upper pipe rams

	Hőlé		Shoe Depth			Mud	Shell
Well	Size	Casing String	(TVD)	Formation	Intermediate/Production	-Weight	Test
SALT FLAT CC 20-29				2 <sup>nd</sup> Bone			
FED COM 34H	9.875"	26.4# - 7.625"	9,457	Spring	Intermediate	9.0-9.4	No
SALT FLAT CC 20-29			<u>.</u>	2 <sup>nd</sup> Bone			
FED COM 35H	9.875"	26.4# - 7.625"	9,133	Spring	Intermediate	9.0-9.4	Yes
SALT FLAT CC 20-29				2 <sup>nd</sup> Bone			
FED COM 36H	9.875"	26.4# - 7.625"	9,477	Spring	Intermediate	9.0-9.4	No
SALT FLAT CC 20-29						12.5-	
FED COM 36H	6.75"	20# - 5.5"	10,076	Wolfcamp A	Production	13,5	No
SALT FLAT CC 20-29				3 <sup>rd</sup> Bone		11.0-	
FED COM 35H	6.75"	20# - 5.5"	9,744	Spring	Production	12.0	No
SALT FLAT CC 20-29						12.5-	
FED COM 34H	6.75"	20# - 5.5"	10,049	Wolfcamp A	Production	13.5	No

# OXY USA Inc. APD Attachment Offline Cementing

OXY respectfully requests a variance to cement the 9-5/8" and/or 7-5/8" intermediate casing strings offline.

The summarized operational sequence will be as follows:

- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).
- 2. Land casing.
- 3. Fill pipe with kill weight fluid, and confirm well is static.
  - a. If well is not static notify BLM and kill well.
  - b. Once well is static notify BLM with intent to proceed with nipple down and offline cementing.
- 4. Set and pressure test annular packoff.
- 5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed.
- 6. Skid rig to next well on pad.
- 7. Confirm well is static before removing cap flange.
- 8. If well is not static notify BLM and kill well prior to cementing or nippling up for further remediation.
- 9. Install offline cement tool.
- 10. Rig up cement equipment.
  - a. Notify BLM prior to cement job.
- 11. Perform cement job.
- 12. Confirm well is static and floats are holding after cement job.
- 13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.