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

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FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007
il No.
2041 Y

SUNDRY	NOTICES	ΔND	REPORTS	ON	WELL	S

	his form for proposals : ell. Use Form 3160-3 (			6. If Indian, Allottee or I ribe Name	
SUBMIT IN TR	IPLICATE- Other inst	ructions on rever	se side.	7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well ✓ Oil Well □ □	Gas Well 🗆 🔲 Other			8. Well Name and No.	
2. Name of Operator OXY USA Inc.		16696		Pure Gold H Federal #14  9. API Well No.	
3a. Address P.O. Box 50250 Midland, TX	X 79710	3b. Phone No. (include 432-685-5717	area code)	30-015 - 35307  10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., 480 FNL 1980 F		ec 21 T235	231E	Sand Dunes Dekware, West  11. County or Parish, State  Eddy NM	
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, R	EPORT, OR OTHER DATA	
TYPE OF SUBMISSION		TYF	E OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Statement of Statement of Statem	Well Integrity Other	
13 Describe Proposed or Complet	tad Onamtian (alapulu atata all narti	mont dotoila including activ	nated starting data of or	ny proposed work and approximate duration thereof	

Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate If 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

SEE ATTACHED

RECEIVED OCT 27 2011 NMOCD ARTESIA

# SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	-				
David Stewart Title Regulatory Advisor					
Signature . Staff	Date 9	114/11	APPROVED		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by	Title		OCJ <sub>ate</sub> 2 4 2011		
Conditions of approval, if any, are attached. Approval of this notice does not warrecrify that the applicant holds legal or equitable title to those rights in the subject I which would entitle the applicant to conduct operations thereon.			WESLEY W. INGRAM PETROLEUM ENGINEER	?	
Title 19 H.C. Section 1001 and Title 42 H.C. Section 1212 and to the form	u naraan knawinalu a	.a:11.6 11 to	males to any demandrated on account.	of the United	

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 anymatter within its jurisdiction.

#### Pure Gold A Federal #14 API No. 30-015-35307

TD-8150' PBTD-8055' Perfs-7632-7950'

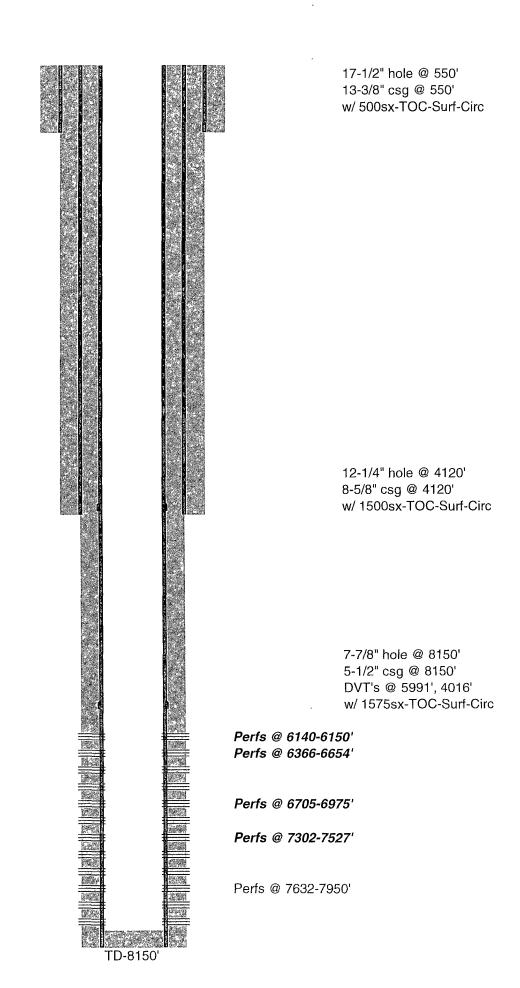
13-3/8" 48# @ 550' w/ 500sx, 17-1/2" hole, TOC-Surface-Circ 8-5/8" 32# @ 4120' w/ 1500sx, 12-1/4" hole, TOC-Surface-Circ 5-1/2" 17# @ 8150' DVT's @ 5991, 4016' w/ 1575sx, 7-7/8" hole, TOC-Surf-Circ

### Procedure:

- 1. Clean location & set anchors
- 2. RU DDPU, POOH w/ rods and pump. NDWH, NU BOP.
- 3. POOH w/ tubing, ND BOP and NU Frac Valve, RD DDPU.
- 4. RU WL UNIT and RIH w/ Composite BP and set above existing perfs @ 7632-7950'.
- 5. Perforate 1 JSPF @ in 4 stages @ 7527-7302, 6975-6705, 6654-6366, 6150-6140' w/ 4" Titan SDP EXP 4039-321T 38.5 gram charge w/ .43" EHD and 55" penetration on 90 degree phasing. RD WLU.
- 6. Frac well down casing at first available date per Halliburton frac procedure.
- 7. RU WLU and set Composite BP between stages.
- 8. Shut well in overnight and RD Frac equipment and WLU.
- 9. MI RUPU, ND Frac valve, NU BOP.
- 10. PU tubing and RIH with bit and drill out Composite BP's to PBTD.
- 11. RIH w/ tbg & pkr, swab & flow well until sand cleans up.
- 12. POOH & RIH W/ production BHA as directed
- 13. Test well into battery

OXY USA Inc. Pure Gold A Federal #14 API No. 30-015-35307

PB-8055'



## Pure Gold A Federal 14 30-015-35307 OXY USA Inc. October 24, 2011 Conditions of Approval

- 1. Surface disturbance beyond the originally approved pad must have prior approval.
- 2. Closed loop system required.
- 3. Operator to have H2S monitoring equipment on location.
- 4. A minimum of a 3000 (3M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (3M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.
- 5. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 6. Proposed uppermost perforations are in the Cherry Canyon.
- 7. Operator limited to 3300 psi on the frac down the casing. This is based on 70% of the 5.5" 15.5# J-55 casing's burst rating.
- 8. Operator to submit a subsequent sundry with details of work performed including a new well test.
- 9. Since the uppermost new perforations will penetrate the Cherry Canyon, a new completion report is required with production for each interval. Operator has the option of eliminating the uppermost perforations and a completion report will not be required. If all perforations are open, a downhole commingle approval will be required.

**WWI 102411**