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

**OCD Artesia** 

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5.	Lease	Serial No.
ĺ	NMN	M99017

SUNDRYN	Offices and Reports on Wells
Do not use this	form for proposals to drill or to re-enter an
	Use form 3160-3 (APD) for such proposals

SUNDAT NOTICES AND REPORTS ON WELLS	1
Do not use this form for proposals to drill or to re-enter an	_
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6. If Indian, Allottee or Tribe Nar
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SUBMIT IN TRIPLICATE - Other	7. If Unit or CA/Agreement, Name and/or No.	
Type of Well     Gas Well		8. Well Name and No. OSAGE 18 FEE A COM 1H
2. Name of Operator Contact: JENNIFER A DUARTE OXY USA INCORPORATED E-Mail: JENNIFER_DUARTE@OXY.COM		9. API Well No. 30-015-40759-00-X1
3a. Address 5 GREENWAY PLAZA STE 110 HOUSTON, TX 77046-0521	3b. Phone No. (include area code) Ph. 713-513-6640	10. Field and Pool, or Exploratory N SEVEN RIVERS-GLOR-YESO
4. Location of Well (Footage, Sec., T., R., M., or Survey)	11. County or Parish, and State	
Sec 18 T20S R25E SWSE 330FSL 1800FEL		EDDY COUNTY, NM
12. CHECK APPROPRIATE BO	X(ES) TO INDICATE NATURE OF NOTIC	E, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
	☐ Alter Casing	☐ Fracture Treat	□ Reclamation	☐ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	<b>⊠</b> Other
☐ Final Abandonment Notice	Change Plans	□ Plug and Abandon	☐ Temporarily Abandon	Change to Original A PD
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

AS VERBALLY APPROVED ON MARCH 20, 2014.

Oxy respectfully requests permission on the Osage 18 Fee A Com #1H to modify our production cement job to ensure that we have cement to surface. We are currently experiencing minor losses at 839? and would like to run a DV tool and external casing packer. The DV tool will be placed in our 5-1/2? 17# L-80 BTC production string just above the ACP at 790?.

We then request permission to modify our cement procedure to the following:

Pump our first stage cement per our COA:

Interval Amount sx Ft of Fill Type Gal/Sk PPG Ft3/sk 24 Hr Comp Production (TOC: 0?-6968?) Single Stage

Accepted for rec NMOCD

For	nission #240426 verified by the BLM Well Information System OXY USA INCORPORATED, sent to the Carlsbad 6 for processing by ANGEL MAYES on 05/06/2014 (14AXM0097SE)
Name (Printed/Typed) JENNIFER A DUARTE	Title REGULATORY SPECIALIST
Signature (Electronic Submission)	Date 03/28/2014 SECORD
THIS SPA	ACE FOR FEDERAL OR STATE OFFICE USE FOR KL
Approved By	Title CEPTED DOWN POR
Conditions of approval, if any, are attached. Approval of this n certify that the applicant holds legal or equitable title to those ri which would entitle the applicant to conduct operations thereon	ights in the subject lease
Title 18 II S.C. Section 1001 and Title 43 II S.C. Section 1212	make it a crime for any person knowingly and willfully to make it any at a light of the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

<sup>13.</sup> 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 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.)

### Additional data for EC transaction #240426 that would not fit on the form

### 32. Additional remarks, continued

Lead:
0?? 1883?
(180% Excess) 290 1883? Interfill C Cement: 0.5% LAP-1 (Low fluid loss control), 0.25% D-AIR 5000 (Defoamer), 2 lbm/sk Kol-Seal (Lost Circulation Additive), 0.125 lbm/sk Poly-E-Flake (Lost Circulation Additive) 13.79 11.90 2.45 315 psi
Tail:
1883? ? 6968?
(30% Excess) 750 5085? Premium Plus Cement:
94 lbm/sk Premium Plus Cement
0.5% Halad ?-344, 0.2% WellLife 734, 5% Microbond, 0.3% Econolite, 0.3% CFR-3 7.70 14.2 1.54 1162 psi

If we observe cement to surface after the first stage we will inflate the external casing packer and monitor the backside to ensure there is no drop in cement and drop a cancellation cone to shift the DV tool to the closed position.

If we do not observe cement to surface we will inflate the ACP, open the DV tool and pump the second stage as follows:

Lead:
0? ? 790?
(190% Excess) 150 790? Interfill C Cement: 0.5% LAP-1 (Low fluid loss control), 0.25% D-AIR 5000 (Defoamer), 2 lbm/sk Kol-Seal (Lost Circulation Additive), 0.125 lbm/sk Poly-E-Flake (Lost Circulation Additive) 13.79 11.90 2.45 315 psi

Reaches 500 psi in 62.5 hours

After pumping the second stage we would close the DV tool.

# CONDITIONS OF APPROVAL

OPERATOR'S NAME:
LEASE NO.:
WELL NAME & NO.:
SURFACE HOLE FOOTAGE:
BOTTOM HOLE FOOTAGE
LOCATION:
COUNTY:
Oxy USA Inc
NM99017
1H Osage 18 Fee A Com
330' FSL & 1800' FEL
Section 18, T.20 S., R.25 E., NMPM
Eddy County, New Mexico

# The original COAs still stand with the following drilling modifications:

1. The minimum required fill of cement behind the 5-1/2 inch production casing is:

Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Operator has proposed a contingency DV tool at 790°. If operator circulates cement on the first stage, operator is approved to run the DV tool cancellation plug and cancel the second stage of the proposed cement plan. If cement does not circulate, operator will proceed with the second stage.

a. Second stage above DV tool:

Cement to surface. If cement does not circulate, contact the appropriate BLM office.

**JAM 032014**