UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

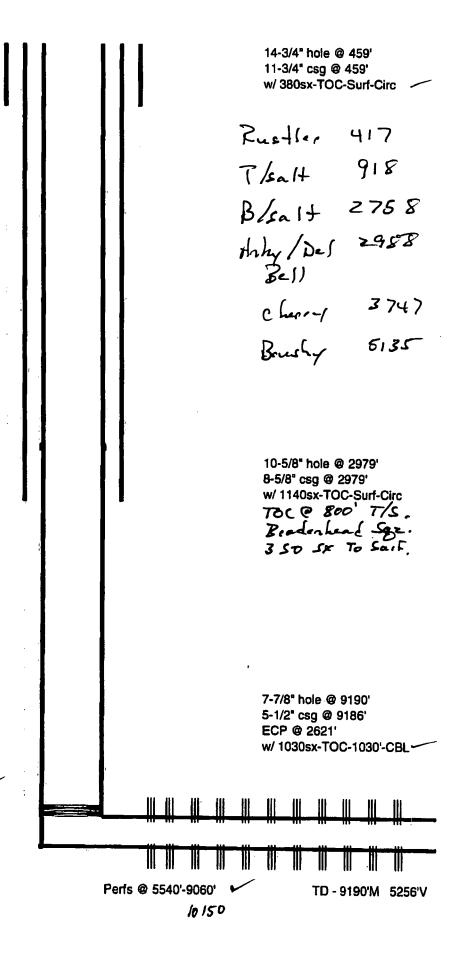
5. Lease Serial No.

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.					NMNM94651		
					6. If Indian, Allottee or	Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No. NMNM130959		
Type of Well ☐ Gas Well ☐ Other					8. Well Name and No. CEDAR CANYON 27 FEDERAL COM 1H		
Name of Operator Contact: DAVID STEWART OXY USA INCORPORATED E-Mail: david_stewart@oxy.com					9. API Well No. 30-015-41095-00-S1		
3a. Address 5 GREENWAY PLAZA SUITE HOUSTON, TX 77046-0521	(include area code) 5.5717						
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, State			
Sec 27 T24S R29E NWNW 595FNL 845FWL				EDDY COUNTY, NM			
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICAT	E NATURE O	F NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
C Nation of Learns	☐ Acidize	☐ Deepen		☐ Production (Start/Resume)		☐ Water Shut-Off	
☑ Notice of Intent	☐ Alter Casing	☐ Hydr	☐ Hydraulic Fracturing ☐ R		ation	■ Well Integrity	
☐ Subsequent Report	Casing Repair	□ New	☐ New Construction		plete	Other	
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon		☐ Temporarily Abandon			
Convert to Inj		on 🗖 Plug Back 🔲 🖰		■ Water I	Water Disposal		
13. Describe Proposed or Completed Op If the proposal is to deepen direction: Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f	ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re- pandonment Notices must be fil	give subsurface I the Bond No. on sults in a multiple	ocations and measu file with BLM/BIA completion or reco	red and true v Required su impletion in a ing reclamation	ertical depths of all pertin- bsequent reports must be new interval, a Form 316 on, have been completed a	ent markers and zones. filed within 30 days 0-4 must be filed once nd the operator has	
TD-9190'M 5256'V PBTD-5037' Perfs-5540-9060' CIBP-5443'				,	Hish Cave/Kars +		
					RECEN	/ED	
11-3/4" 42# csg @ 459' w/ 38/ 8-5/8" 32# csg @ 2979' w/ 11/ 5-1/2" 17# csg @ 9186' w/ 10/	1030'-CBL	AUG 0.7 2018					
 RIH & tag cmt/CIBP @ 503 M&P 25sx cmt @ 3815-367 M&P 60sx cmt @ 3030-257 Perf @ 970' sqz 35sx cmt to 			SEETRIFTAOHI				
5. Perf @ 509' sqz 160sx cmt to Surface 10# MLF between plugs - Above ground steel tanks will be utilized CONDITIONS OF APPI							
14. I hereby certify that the foregoing is	s true and correct.	425 402	A bu Abo DI M Ma	II Informatio	n Sustam		
Comm	#Electronic Submission For OXY US itted to AFMSS for process	A INCORPORA	TED, sent to the	Carlsbad			
Name (Printed/Typed) DAVID STEWART			Title REGUL	ATORY AD	VISOR		
Signature (Electronic	ubmission) Date 06/27/2018						
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	ISE		
Approved By Ame	Ca. Comus		Title 5	AV. A	ET	8-1-18 Date	
Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to conditions.	Office Ca	rlsbar	$\sqrt{}$				

OXY USA Inc. - Current Cedar Canyon 27 Federal Com. #1H API No. 30-015-41095

CIBP @ 5443' w/ 30sx cmt to 5037' Tagged ~

CIBP @ 5488' ~



Cèdar Canyon 27 Federal Com. #1H API No. 30-015-41095 160sx @ 509'-Surface 14-3/4" hole @ 459' 11-3/4" csg @ 459' w/ 380sx-TOC-Surf-Circ Perf @ 509' 35sx @ 970-860' WOC-Tag Perf @ 970' 60sx @ 3030-2570' WOC-Tag 10-5/8" hole @ 2979' 8-5/8" csg @ 2979" w/ 1140sx-TOC-Surf-Circ 25sx @ 3815-3675' 7-7/8" hole @ 9190' 5-1/2" csg @ 9186' ECP @ 2621' w/ 1030sx-TOC-1030'-CBL CIBP @ 5443' w/ 30sx cmt to 5037' Tagged CIBP @ 5488'

Perfs @ 5540'-9060'

TD - 9190'M 5256'V

UAT USA INC. - Proposed

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

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. Dry Hole Marker: 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.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

- 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. **Show date well was plugged.**
- 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.