Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135

Expires. November 30, 2000

5. Lease Serial No.

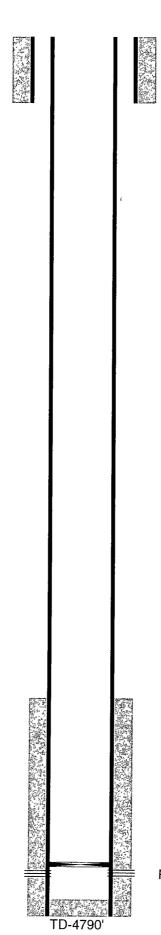
SUNDRY NOTICES AND REPORTS ON WELLS

OCT 19 2009 Do not use this form for proposals to drill or to re-enter an HOBBSOCD

LC061869 6. If Indian, Allottee or Tribe Name

apandoned well. Use For	111 3 160-3 (APD) 101 SUC	n proposais.			
SUBMIT IN TRIPLICATE - Other instructions on reverse side				7. If Unit or C.	A/Agreement, Name and/or No
1. Type of Well					
Oil Well Gas Well X Other			Injection	8. Well Name	
2. Name of Operator		92		-Cotton Draw	w Unit #30 🖊
OXY USA Inc.		16696		9. API Well N	
3a. Address		3b Phone No. (include area code)		30-025-08208	
P.O. Box 50250, Midland, TX 79710-		432-685-5717			Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey I	Description)			Paduca Dela	
1980 FNL 1980 FWL SENW(F) Sec 21	T25S R32E /		ļ	•	
				 County or Lea 	Parish, State NM
12. CHECK APPROPRIATE	BOX(ES) TO INDICA	TE NATURE OF N	OTICE, REPO	ORT, OR OTH	IER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION		
X Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Off
_	Alter Casing	Fracture Treat	Reclamation		X Well Integrity
Subsequent Report			呂	Ī	=
	Casing Repair	New Construction	Recomplete	•	X Other <u>TA Status</u>
Final Abandonment Notice	Change Plans	Plug and Abandon	X Temporarily	y Abandon	
	Convert to Injection	Plug Back	Water Disp	osal	
OXY USA Inc respectfully requests the future plans for the Paduca f TD-4790' PBTD-4724' Perfs 1. POOH w/ tubing and packer. 2. RIH & set CIBP @ 4535' 3. Notify BLM/NMOCD of casing interval of the pump truck, circulate well in SEE ATTACHED FOR	ield. -4586-4642' Pkr egrity test 24hrs i	r-4529' n advance.			
CONDITIONS OF APPROVAL					
					
Well last used 12/2008					
14. I hereby certify that the foregoing is true and correct Name (<i>Printed/Typed</i>)		Title			
David Stewart		Sr. Reg	<u>ulatory Ana</u>	lyst	
Iw Staf		Date 9	24/09		
THIS	SPACE FOR FEDERA	L OR STATE OFFI	CE USE		
	hitlock Jr	Title LPE	7	Dat	10/12/09
Conditions of approval, if any, are attached Approval of certify that the applicant holds legal or equitable title to which would entitle the applicant to conduct operations the	those rights in the subject le	or Office	0		

OXY USA Inc. - Proposed Cotton Draw Unit #30 API No. 30-025-08208



11" hole @ 375' 7-5/8" csg @ 375' w/ 275sx-TOC-Surf-Circ

6-3/4" hole @ 4790' 4-1/2" csg @ 4790' w/ 150sx-TOC-3704'-Calc

Perfs @ 4586-4642'

CIBP @ 4535'

PB-4724'

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

Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporarily abandoned well is defined as a completion that is not capable of production in paying quantities but which may have value as a service well. Pursuant to 43 CFR 3162.3-4 (c), no well may be temporarily abandoned for more than 30 days without the prior approval of the authorized officer.

Temporary Abandonment (TA) status approval requires a successful mechanical or casing integrity test as follows:

- 1. A Notice of Intent (NOI) Sundry Notice (Form 3160-5) requesting approval to run a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A description of the temporary abandonment procedure.
 - a. A bridge plug or packer must be installed as close to 50 feet above any open perforations or open hole as possible. If a cement plug is used, the top of the cement must be verified by tagging.
 - b. The wellbore must be filled with corrosion inhibited fluid and pressure tested to 500 psi. The casing shall be capable of holding this pressure for at least 30 minutes with a 10% allowable leakoff.
 - c. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
 - d. A bradenhead test must be conducted. If the test indicates a problem exists, a remedial plan and time frame for remediation shall be submitted within ninety (90) days of the test.
 - e. Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County, 575-361-2822; Lea County 575-393-3612.
- 3. Provides justification why the well should be temporarily abandoned rather than permanently plugged and abandoned and an estimated date that the well will be returned to beneficial use or plugged and abandoned.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status provided that the operator:

- 1. **Submits a subsequent Sundry Notice** (Form 3160-5) requesting TA approval with well bore diagram with all perforations and CIBP's and tops of cement on CIBP's.
- 2. Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.
- 4. Give justification to allow well to be place in TA status and plan for future use of well with time frame that well will be place back on line or plans to P&A well will be submitted.

If the well does not pass the casing integrity test, then the operator shall within 30 days submit to BLM for approval one of the following:

- 1. A procedure to repair the casing so that a TA approval can be granted.
- 2. A procedure to plug and abandon the well.

Cotton Draw Unit #30. Well may be approved to be TA/SI for a period of 6 months after successful MIT and subsequent report is submitted. This will be the last and only TA/SI approval. Well must be P&A or NOI to convert to producing well submitted by April 12, 2010.