

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87401
District II
1301 W Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103

June 19, 2008

RECEIVED

APR 19 2010

HOBSOCD

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-05457 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: North Hobbs G/SA Unit ✓
8. Well Number 321 ✓
9. OGRID Number 157984 ✓
10. Pool name or Wildcat Hobbs; Grayburg-San Andres ✓

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other TxA'd WIW
2. Name of Operator Occidental Permian Limited Partnership ✓
3. Address of Operator P.O. Box 4294, Houston, TX 77210-4294
4. Well Location Unit Letter <u>G</u> : <u>2310</u> feet from the <u>North</u> line and <u>1650</u> feet from the <u>East</u> line Section <u>14</u> Township <u>18-S</u> Range <u>37-E</u> NMPM County <u>Lea</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3698' DF

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

See Attached

The Oil Conservation Division **Must be notified**
24 hours prior to the beginning of plugging operations

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Mark Stephens TITLE Regulatory Compliance Analyst DATE 4/15/10
Type or print name Mark Stephens E-mail address: Mark_Stephens@oxy.com PHONE (713) 366-5158

For State Use Only

APPROVED BY [Signature] TITLE STAFF MGR DATE 4-22-10
Conditions of Approval (if any):

Failed MIT; NOV expires 6/13/10

OXY USA Inc.

NHS AU 321- 4

30-025-05457

Lea County, New Mexico

03/31/2010

12/59 9-5/8" 25.4 ppf, armco 95, butress @ 334' w/ 325 sks, circulated
3/29/10 casing leak 408'-423'

4/94 casing leak @ 506-538'

Spot 65 sacks from 588' to surface
across leaks and surface

Spot 25 sacks from 1700' to 1500'
across the top of the salt

TOC 2647' by CBL

Spot 25 sacks from 2800' to 2600'
across the bottom of the salt

San Andres perfs 3405-50

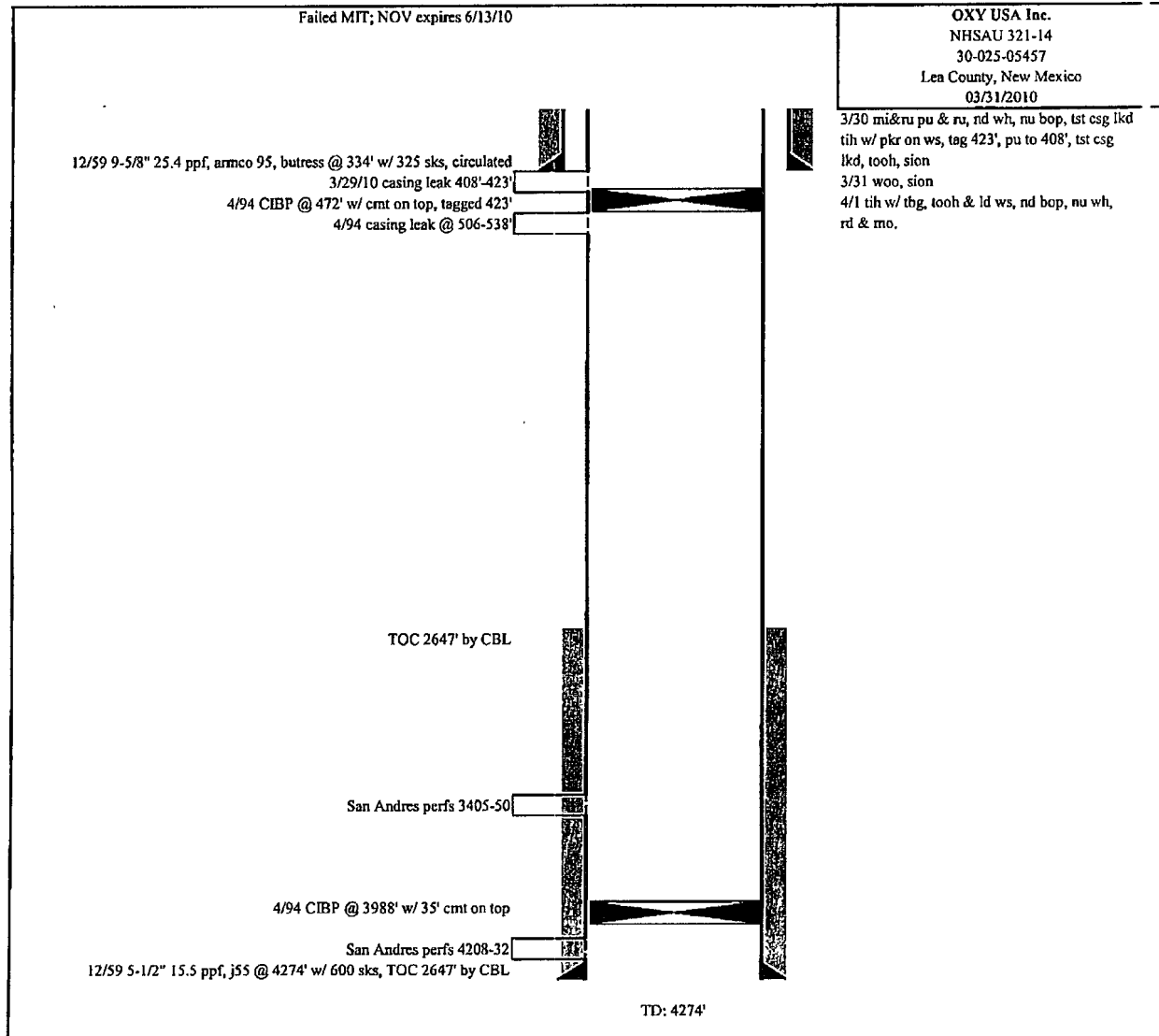
Spot 25 sacks from 3500' to 3400'
across perfs

San Andres perfs 4208-32

12/59 5-1/2" 15.5 ppf, j55 @ 4274' w/ 600 sks, TOC 2647' by CBL

4/94 CIBP @ 3988' w/ 35' cement

TD: 4274'



North Hobbs G/SA Unit Well No. 321 (API No. 30-025-05457)

542

Plug and abandon the subject well per the following procedure -

- 1) Notify the NMOCD 24 hours prior to the beginning of plugging operations.
- 2) MI x RU plugging unit.
- 3) Drill out cement x CIBP from 423' - 472'.
- 4) TIH to 3953' x tag PBTD at 3953' to confirm.
- 5) Circulate well with approved mud-laden fluid.
- 6) Pull uphole to 3500'.
- 7) Mix x pump 25 sx. and spot from 3500' - 3400' across perfs. WOC x tag.
- 8) Pull uphole to 2800'.
- 9) Mix x pump 25 sx. and spot from 2800' - 2600' across the bottom of the salt. WOC x tag.
- 10) Pull uphole to 1700'.
- 11) Mix x ^{Perf & SR}~~pump~~ 25 sx. and spot from 1700' - 1500' across the top of the salt. WOC x tag.
- 12) Pull uphole to 588'.
- 13) Mix x pump 65 sx. and spot from 588' to surface. Verify TOC is at surface.
- 14) Cut off wellhead x install dry hole marker with labeling.
- 15) RD plugging unit, remove anchors, and reclaim surface as required.