

OCD-HOBBS

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OM B No. 1004-0137  
Expires: March 31, 2007

## 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.

## SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator **Oxy USA Inc.**3a. Address  
**4008 N. Grimes, PMB 269, Hobbs NM 88240**3b. Phone No. (include area code)  
**575-397-8247**4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**SESE Sec 21 T25S R32E**

5. Lease Serial No.

**NMLC061869**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

**Cotton Draw Unit 57**

9. API Well No.

**30-025-08218**

10. Field and Pool, or Exploratory Area

**Paduca Delaware**

11. County or Parish, State

**Lea Co. NM**

## 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

## TYPE OF SUBMISSION

- ☐ Notice of Intent  
☒ Subsequent Report  
☒ Final Abandonment Notice

## TYPE OF ACTION

- |   |   |  |   |
|---|---|--|---|
| <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input checked="" type="checkbox"/> Reclamation    | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other          |
| <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |
| <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |   |

13. 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 recompleat 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 recompleat 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.)

Site Remediation has been completed as per BLM Requirements(See BLM order # 10-JA-176). This site is ready for final inspection for abandonment.

RECEIVED

NOV 22 2010  
HOBBSOCD

ACCEPTED FOR RECORD

NOV 18 2010

BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**Dusty L. Wilson**Title **HES Specialist**

Signature

Date

**10/15/2010**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

**ECG 11-23-10**

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

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 any matter within its jurisdiction.

(Instructions on page 2)

BLM Copy

RECEIVED

Number 10-JA-176

Page of

<input checked="" type="checkbox"/> Certified Mail - Return Receipt Requested 7009141000021825798
<input type="checkbox"/> Hand Delivered Received by

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

NOV 22 2010

**NOTICE OF INCIDENTS OF NONCOMPLIANCE**

Identification
LD
Lease NMLC061869
CA
Unit
PA

Bureau of Land Management Office <b>HOBBS INSPECTION OFFICE</b>		Operator <b>POGO PRODUCING COMPANY</b>	
Address <b>414 WEST TAYLOR HOBBS NM 88240</b>		Address <b>P.O. BOX 10340 MIDLAND TX 79702-7340</b>	
Telephone <b>575.393.3612</b>		Attention	
Inspector <b>AMOS</b>		Attn Addr	
Site Name <b>COTTON DRAW UNIT</b>	Well or Facility <b>57</b>	1/4 1/4 Section <b>SESE 21</b>	Township <b>25S</b>
		Range <b>32E</b>	Meridian <b>NMP</b>
		County <b>LEA</b>	State <b>NM</b>

**THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE**

Date	Time (24 - hour clock)	Violation	Gravity of Violation
08/13/2010	06:50	43 CFR 3162.1.a, Onshore Order XII.B	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
10/01/2010	9-27-10 <i>[Signature]</i>		43 CFR 3163.10

**Remarks**

Well abandoned 1/23/10, Reclamation was to be completed by 7/22/10 (6 Months). As of this date reclamation has not been completed. Remove any/all equipment, power sources, contaminants, caliche, etc. Restore the natural soils and contour. Rip and seed with BLM #2 seed mix. The access road is to have the caliche removed, pull some of the side walls in to create contour to blend with the (Remarks continued on following page(s).)

When violation is corrected, sign this notice and return to above address.

Company Representative Title HES Specialist Signature *[Signature]* Date 10/15/2010  
 Company Comments Site is ready for final inspection - Remediation conducted as per BLM Requirements.

**WARNING**

Incidents of Noncompliance correction and reporting timeframes begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By" you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits, false, inaccurate, or misleading reports, notices, affidavits, record, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

**REVIEW AND APPEAL RIGHTS**

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Lands Appeals, 801 North Quincy Street, Suite 300, Arlington VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer <i>[Signature]</i>		Date <b>8-13-10</b>	Time <b>06:50</b>
<b>FOR OFFICE USE ONLY</b>			
Number <b>50</b>	Date	Assessment	Penalty
Type of Inspection <b>SA</b>			Termination

BLM Remarks, continued

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surrounding. Place a barricade at the entrance. Contact Jim Amos @ 575-234-5909 prior to start.