OCD-HOBBS

Form 3160-5 (August 1999)

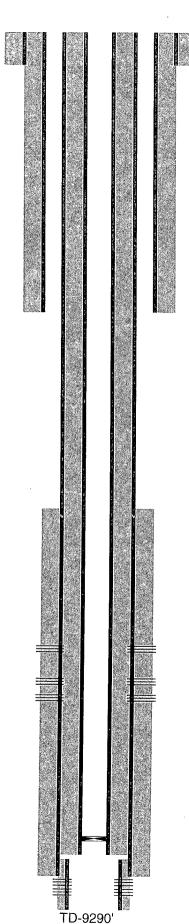
UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB NO. 1004-0135 Expires: November 30, 2000

SUNDRY NOTICES		N WELLS		MMLC064118	
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.				66. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side				7. If Unit or Ca	A/Agreement, Name and/or N
1. Type of Well Gas Well Other WZW				8. Well Name and No. E.C. Hill D #1	
2. Name of Operator OXY USA Inc. 16696				Federal	, 11+ (
UXY USA Inc. 16696 3a. Address 3b. Phone No. (include area code)				9. API Well No	/
P.O. Box 50250 Midland, TX 79710 432-685-5717			rea coae)	30-025-1094	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				Teague Simp	Pool, or Exploratory Area
2131 FNL 660 FEL SENE(H) Sec 34 T23S R37E					
				11. County or Parish, State	
				Lea	NM /
12. CHECK APPROPRIATE	BOX(ES) TO INDIC	CATE NATURE OF	NOTICE, REP	ORT, OR OTH	IER DATA
TYPE OF SUBMISSION		TY			
X Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Off
	Alter Casing	Fracture Treat	Reclamatio		
Subsequent Report			H		
r	Casing Repair	New Construction	Recomplet		
Final Abandonment Notice	Change Plans	Plug and Abandon	X Temporari	ly Abandon	
	Convert to Injection	Plug Back	Plug Back Water Disposal		
testing has been completed. Final Abandonment Metermined that the final site is ready for final inspection. TD-9290' PBTD-9274' Perfs OXY USA Inc respectfully requests currently being evaluated for post Blinebry/Paddock or 7R-Qn-GB pote 1. POOH w/ tbg & pkr. RIH & set 2. Notified BLM/NMOCD of casing it 3. RU pump truck, circulate well see ATTACHED FOR CONDITIONS OF APPROXIMATIONS OF A	-9114-9264' to temporarily a sible recompletion tial. CIBP @ +/- 8980'. ntegrity test 24h with treated wate	bandon this well on in another dis CIA KRA.M4 rs in advance.	for possibl posal zone a BP S+ be S	e future us and possible ELLESS Abo	e, this well is than 100'
14. I hereby certify that the foregoing is true and correct Name (<i>Printed/Typed</i>) David Stewart .		Title	gulatony Ana	-luck	
David Stewart .	•		gulatory Ana	iiySt	
Ja's III		Date (2			
	SPACE FOR FEDER	<u> </u>	ICE USE	- I	
Approved by /s/ JD Whitlock	1001	Title L DE,		Date	12/16/10
Conditions of approval, if any, are attached. Approval of certify that the applicant holds legal or equitable title to twhich would entitle the applicant to conduct operations the	those rights in the subject	ant or lease Office	2		

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes 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.

OXY USA Inc. - Proposed E.C. Hill D Federal #1 API No. 30-025-10947



17-1/2" hole @ 331' 13-3/8" csg @ 331' w/ 300sx-TOC-Surf-Circ

12-1/4" hole @ 2919' 9-5/8" csg @ 2919' w/ 1400sx-TOC-Surf-Circ

8/89-Sqz Csg LK @ 5222-5282' w/ 150sx

8-3/4" hole @ 9290' 7" csg @ 9104' w/ 650sx-TOC-5900'-TS

Perfs @ 6638-6714' Blk Off 6/98

Perfs @ 7184-7256'sqz w/ 150sx 8/89 Perfs @ 7184-7256' - Blk Off 6/98

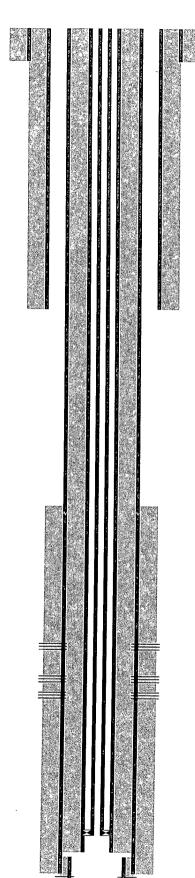
1953-5" liner @ 9026-9289' w/ 35sx-TOC-9026'-Circ

1998-4-1/2" liner @ Surf-9014' w/ 555sx-TOC-Surf-Circ

Perfs @ 9114-9264'

CIBP @ +/- 8980'

OXY USA Inc. - Current E.C. Hill D Federal #1 API No. 30-025-10947



TD-9290'

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Perfs @ 9114-9264'

2-3/8" tbg w/.pkr @ 8984'

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. Any leak-off will be evaluated.
 - 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:

- 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.
- A procedure to plug and abandon the well.

E.C. Hill D Federal #1 Well may be approved to be TA/SI for a period of 1 year or until 12/16/2011 after successful MIT and subsequent report with well bore diagram is submitted. This will be the only TA approval for this well. Well must be returned to production, beneficial use or plans to P&A must be submitted by December 16, 2011.