Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

BUREAU OF LAND MAN DEMENT BORNES FIELD OF COMMM81586 SUNDRY NOTICES AND REPORT

Do not use this form for proposals to drill or Artesia 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for securio If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 8. Well Name and No. CEDAR CANYON 22 1H Type of Well 🖸 Oil Well 📋 Gas Well 📋 Other API Well No. Name of Operator Contact: JESSICA LOPEZ 30-015-40668-00-S1 OXY USA INCORPORATED E-Mail: JESSICA_LOPEZ@OXY.COM 10. Field and Pool or Exploratory Area
CORRAL DRAW-BONE SPRING 3b. Phone No. (include area code) 3a. Address **5 GREENWAY PLAZA SUITE 110** Ph: 432-685-5777 HOUSTON, TX 77046-0521 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) EDDY COUNTY, NM Sec 22 T24S R29E NESW 1980FSL 1980FWL RECEIVED 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Production (Start/Resume) ■ Water Shut-Off ☐ Acidize □ Deepen Notice of Intent ■ Well Integrity Alter Casing ☐ Hydraulic Fracturing □ Reclamation □ Subsequent Report 🛛 Other Casing Repair ■ New Construction □ Recomplete Venting and/or Flari □ Plug and Abandon □ Temporarily Abandon Change Plans ☐ Final Abandonment Notice □ Plug Back ■ Water Disposal □ Convert to Injection 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 recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. OXY USA INCORPORATED, respectfully reports that the above location began to flare on JANUARY 16, 2019 due to Enterprise high field pressure and we request permission to flare for 90 days ending on APRIL 16, 2019. Accepted for record NIMOCD 2/22/10/AP 14. I hereby certify that the foregoing is true and correct Electronic Submission #452159 verified by the BLM Well Information System For OXY USA INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 01/30/2019 (19PP0882SE) **ENVIRONMENTAL ADMIN ASSISTANT** JESSICA LOPEZ Title Name (Printed/Typed) (Electronic Submission) Date 01/28/2019 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE JAN 3 1 2019 /s/ Jonathon Shepard Petroleum Engineer _Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or Carlsbad Field Office certify that the applicant holds legal or equitable title to those rights in the subject lease

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.

which would entitle the applicant to conduct operations thereon.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.101 3179.104.