Form 3160-5 August 2007)	FORM APPROVED OMB NO, 1004-0135 Expires: July 31, 2010							
SUNDR)	BUREAU OF LAND MANA NOTICES AND REPO	RTS ON WELLS	sbad	Field	5. 1 a c Sch LNo. NMNM110840		A. S. W.	
abandoned w	his form for proposals to ell. Use form 3160-3 (AP	D) for such prop	sals. D	nou	0.SIf Indian, Allottee of	or Tribe Nam	ne	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well ✓ ☑ Oil Well □ Gas Well □ Other					8. Well Name and No. MADERA 35 FEDERAL 1H			
2. Name of Operator OXY USA INCORPORATED / Contact: JENNIFER A DUARTE E-Mail: jennifer_duarte@oxy.com					9. API Well No. 30-025-41083-00-S1			
3a. Address	3b. Phone No. (include area code) Ph: 713-513-6640			10. Field and Pool, or Exploratory WILDCAT				
4. Location of Well (Footage, Sec.,	HOBBS OCD			11. County or Parish, and State				
Sec 35 T26S R34E NWNW 32.005925 N Lat, 103.44772	MAR 2 1 2016			LEA COUNTY, NM				
12. CHECK API	PROPRIATE BOX(ES) TO	O INDICATE NA	TURE OF	NOFICE, R	EPORT, OR OTHE	R DATA	-	
TYPE OF SUBMISSION		TYPE OF ACTION						
Notice of Intent	□ Acidize	Deepen	Deepen		□ Production (Start/Resume)		er Shut-Off	
-	□ Alter Casing	Fracture Treat		□ Reclamation		U Well	Integrity	
□ Subsequent Report	Casing Repair	New Con	struction	Recom		Onshore Order Varian ce		
Final Abandonment Notice	Change Plans		and Abandon		rarily Abandon			
	Convert to Injection	Plug Bac	Back 🔲 Water Disposal		Disposal	proximate duration thereof.		
testing has been completed. Final determined that the site is ready for OXY USA INC requests perr Battery. This request is due necessary to capture the gas INC understands that the fol 1. OXY USA INC may be red the Authorized Officer upon 2. OXY USA INC will comply 3. If volume being combuste lost?, therefore, no royalty of a. ?Unavoidably Lost? produc combusted) from low-pressu 4. Essentially all measured of 14. 1 hereby certify that the foregoing	final inspection.) nission to install a Vapor C to the fact that the cost of s exceeds the value of the lowing conditions apply: quired to provide economic request. with NTL-4A requirement d is less than 50 MCF of g bligation shall be accrued a ction shall mean (1) those re storage tanks. combusted volumes over 5 is true and correct	Combustor Unit (VC installing and oper gas over the life of pustification and p s. as per day, it is co and will not be requ gas vapors which 0 MCF will require	CU) at MAD ating equip f the facility rovide volu nsidered ?u uired to be are release payment o	DERA 35 FE oment . OXY USA me verificat unavoidably reported. ed (in this ca f royalties a	D 1H Tank ion to ase nd	and the oper	rator has	
	mitted to AFMSS for proces	SA INCORPORATED	0, sent to th MCKINNEY	ne Hobbs on 02/08/201	6 (16DLM0390SE)			
Name(Printed/Typed) JENNIFE	ER A DUARTE	Title	REGUL	LATORY SF	ECIALIS I		18 10 10	
Signature (Electronic	Date	Date 02/03/2016						
	THIS SPACE FO	OR FEDERAL O	R STATE	OFFICE U	ISE		2 top	
10-21	1.200	THITCH NUCLE CET				001401004		
<u>Approved By</u> DUNCAN WHITLQ Conditions of approval, if any, are attack ertify that the applicant holds legal or e thich would entitle the applicant to con	s not warrant or e subject lease	Office Hobbs						
Title 18 U.S.C. Section 1001 and Title 4	3 U.S.C. Section 1212, make it a	crime for any person l	cnowingly and	d willfully to n	nake to any department of	r agency of th	he United	
States any false, fictitious or fraudulen	i statements or representations as	s to any matter within i	is jurisdiction					
** BLM RE	VISED ** BLM REVISE	D ** BLM REVIS	ED ** BL		D ** BLM REVISE	D **		

MAR 2 2 2016

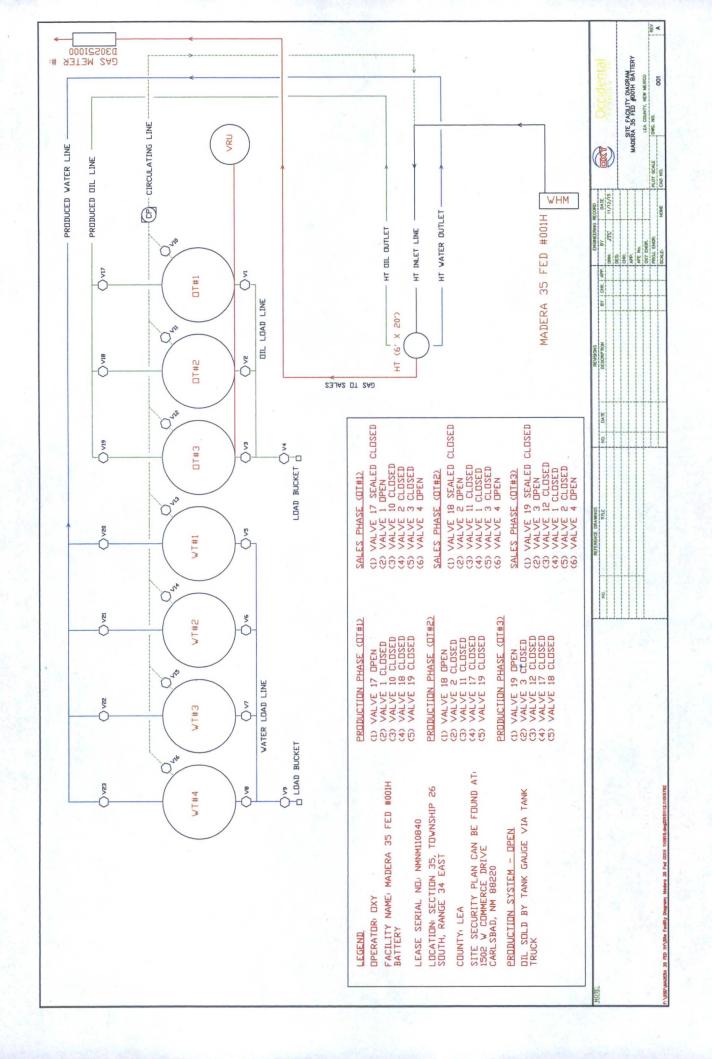
Additional data for EC transaction #330619 that would not fit on the form

32. Additional remarks, continued

volumes need to be reported on OGOR ?B? reports as disposition code ?08?. 5. Per 43 CFR 3162.7-5(d)/Onshore Order No.3.III.I.1, site facility diagram must be submitted within 60 days of equipment installation. 6. This approval does not authorize any additional surface disturbance. 7. Subject to like approval from NMOCD.

Attached are the following: ? Site security diagram of the current tank battery as well as the location of the VCU and the manifold line connecting the tanks to the VCU. ? Specification sheet(s) for the VCU. ? Contact list of Company Field Representatives if access to VCU is needed to retrieve volumes

being combusted.

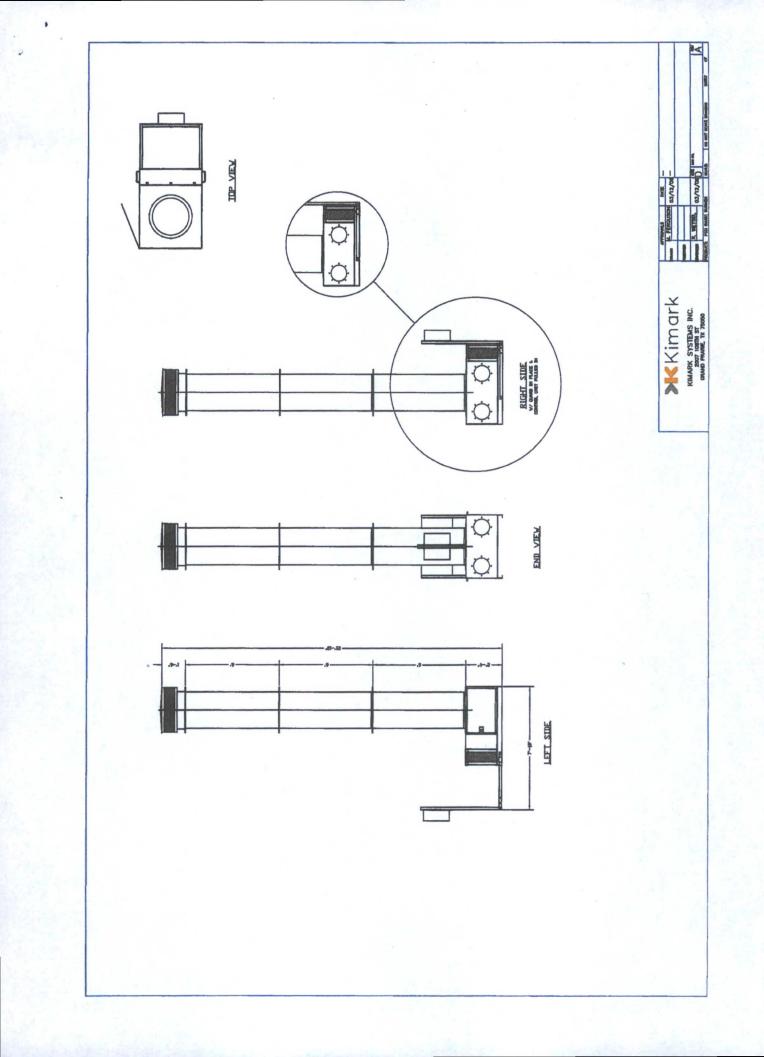


New Kimark

2105 Greenwood Dr. Southlake Texas 76092 P 817-416-8881 F 817-416-8886 www.kimark.com

> Specfications: Model Number **Total Height Flare Diameter Enrichment Gas? Design Heat Release Destruction Efficiency Normal Operating Pressure Design Pressure** Max Design Temperature Min Design Temperature Normal Operating Temp **Pilot Volumetric Rate** Pilot Continuous or Automatic? Number of burner tips Diameter of burner tips (inches)

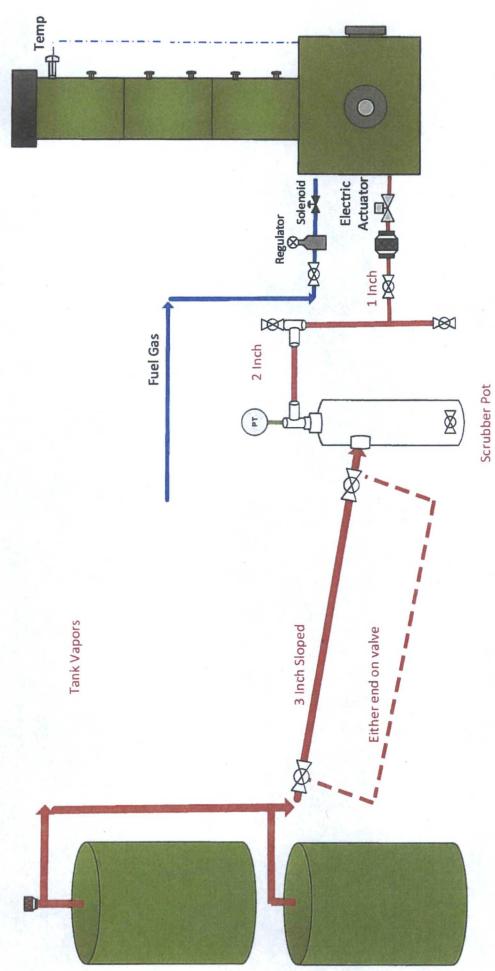
SmartFlare 28 21 feet 10 inches 28 inches No 1.25 MMBTU/hr 99.90% Ounces 0 to 16 80 PSI 1900 degrees shutdown 1200 degrees 1400 degrees 8.5 to 12 SCF/hr Both - Software Selectable 1 2 inch







2



Scrubber to be Within 10 Feet of Combustor

Kumark Systems, Inc.

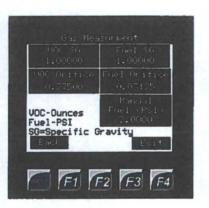


Kimark Systems, Inc. 2105 Greenwood Dr. Southlake Texas 76092 P 817-416-8881 F 817-416-8886 www.kimark.com

Occidental Oil & Gas

Trey Fournier 03/18/2015

The Combustor gas flow is based on AGA Report No. 3 Part 2 and Part 3. (API 14.3 Part 3 and API 14.3 Part 2). The calculation is based on the mass flow through an Orifice, measuring the pressure with an atmospheric downstream.



Gas Measurement

Enter Specific Gravity for VOC and Fuel. Enter Orifice size for VOC and Fuel. The "Manual Fuel (PSI) is for entering the pressure that the fuel is delivered at.



Totalization Instantaneous Flow Previous Day Flow Current Day Flow All are recorded for VOC and Fuel

Randy Allen Kimark Systems

For South Carlsbad:

3

Victor Guadian 575-628-4006 (office) 575-499-6406 (cell) Terry Coor 575-628-4130 (office) 575-706-3306 (cell)

For North New Mexico:

Don Kendrick 575-628-4132 (office) 575-602-1484 (cell) Justin Bock 575-628-4003 (office) 575-575-706-4502 (cell)

For Lea County:

Stan Shaver 575-397-8261 (office) 575-602-5509 (cell) Tony Summers 575-397-8203 (office) 575-390-2319 (cell) BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

CONDITIONS OF APPROVAL TO INSTALL VAPOR COMBUSTOR UNIT (VCU)

1. Comply with NTL-4A requirements.

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- 2. If volume being combusted is less than 50 MCF of gas per day, it is considered "unavoidably lost", therefore, no royalty obligation shall be accrued.
 - a. "Unavoidably Lost" production shall mean (1) those gas vapors which are released from storage tanks or other low-pressure vessels.
- 3. Combusted volumes over 50 MCF will require payment of royalties and volumes need to be reported on OGOR reports.
- 4. This approval does not authorize any additional surface disturbance.
- 5. Comply with any restrictions or regulation when on State or Fee surface.