CCD-ARTESIA

FROM \$1160-5 UNTIFICION (April 2004) - DEPARTIMENT OF THE BUREAUTORIEAND MAI	EINTERIOR	FÖRMFAPPROVED OMIB NÖT 1004 0137 Expires: March 31 + 2007				
SUNDRY_NOTICES_AND_RE Do not use this form for proposals abandoned well Use Form 3160 3	55 Lease Serial No. 2 NM04176961 Serial No. 2 61 If Indian Allottee or Tribe Name					
SUBMIT IN TRIPLICATE Other ins						
-1. Type of Well On Well Of Gas Well Of Other	8. Well Name and No.					
2. Name of Operator OXY USA Inc.	Lost Tank Federal 4 #20 9. API Well No.					
3a. Address 1017 W. Stanolind Rd., Hobbs, NM 88240	3b Phone No. (include area code) 575-397-8247	30-015-34918 10. Field and Pool, or Exploratory Area				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)		Wildcat Wolfcamp 11 County or Parish, State				
H-04-22S-31E-1330 FNL - 510 FEL		Eddy Cnty, NM				
12. CHECK APPROPRIATE BOX(ES) TO		REPORT, OR OTHER DATA				
TYPE OF SUBMISSION Acidize	TYPE OF ACTION					
Notice of Intent Alter Casing	Deepen Production (St	tart/Resume)				
Subsequent Report Casing Repair Change Plans	New Construction Recomplete Plug and Abandon Temporarily A	Other Flaring				
Final Abandonment Notice Convert to Injection	Plug Back Water Disposal					
If the proposal is to deepen directionally or recomplete horizonta Attach the Bond under which the work will be performed or profollowing completion of the involved operations. If the operation testing has been completed. Final Abandonment Notices shall be determined that the site is ready for final inspection.) Oxy began flaring at the Lost Tank Federal 4 #20 local Please see attached paper/s for additional information.	vide the Bond No. on file with BLM/BIA. Requi in results in a multiple completion or recompletion e filed only after all requirements, including reclar tion on 6-15-12 at 12:30 a.m due to DCP Ha	red subsequent reports shall be filed within 30 days in a new interval, a Form 3160-4 shall be filed once nation, have been completed, and the operator has				
CONDITIONS OF APPRO	RECEIVED VAI 10N 26 2012 IMOCD ARTESIA BUR	APPROVED JUN 2 3 2012 /s/ JD Whitlock Jr REAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE				
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	<u> </u>	ARCOpied for record				
Brenda Hodges	Title HES Administrative	Assistant NMOCD				
Signature Danda Hodges		06/15/2012				
- INISSPACE FOR	FEDERAL OR STATE OFFICE	: USE				
Approved by Conditions of approval, if any, are attached. Approval of this notice certify that the applicant holds legal or equitable title to those rights which would entitle the applicant to conduct operations thereon.	in the subject lease Office	Date				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it States any false, fictitious or fraudulent statements or representation	a crime for any person knowingly and willfully sas to any matter within its jurisdiction	to make to any department or agency of the United				

District I. 1625:N. French Dr. Hobbs, NM. 88240 District II. 1301-W. Grand Avenue, Artesia, NM. 88210 District III. 1000:Rio Brazos Road Aziec; NM. 87410 District IV. 1220:S. St. Francis Dr., Santa Fe, NM. 87505

State of New Mexico Energy Minerals and Natural Resources

EREVISED PROPERTY FOR THE PROPERTY FOR T

Oil-Conservation-Division-1220 South St. Francis Dr. --Santa Fe, NM-87505

Release Notification and Corrective Action											
· 2 2. 1.		<u> </u>				OPERAT	<u>OR</u>]Initia	l Report - Einal Repor	
-Name of Company-OX-Y-USA-Inc						Contact-Br	enda-Hodges-				
							No. (575) 397-8	8247			
Facility Name Lost Fank Federal 4 #20						Facility Type Gas					
Surface Own	ner			Mineral C)wner				Lease N	No.API30-015-34918	
LOCATION OF RELEASE											
Unit Letter	Section	Township	Range	Feet from the	North/	South Line	Feet from the	East/Wes	st Line	County	
Н	04	228	31E	1330		N	510	E		Eddy	
LatitudeLongitude											
NATURE OF RELEASE											
Type of Relea						Volume of	Recovered 0				
Source of Rela	ease Temp	o. Flare			_	Date and Hour of Occurrence			Date and Hour of Discovery		
						06/15/12 @	12:30a.m	6/	6/15/12 @12·30a.m		
Was Immediate Notice Given? ☐ Yes ☐ No ☐ Not Required					quired	If YES, To Whom? Mike Bratcher/Jim Amos					
By Whom? I	Brenda Ho	dges, HES A	dministra	itive Assistant		Date and Hour 6-15-12 @1:03 p.m					
Was a Waterc	ourse Reac	hed?				If YES, Volume Impacting the Watercourse. n/a					
If a Watercour			Yes 🗵								
Describe Cause of Problem and Remedial Action Taken.* Oxy began flaring due to DCP Hat Mesa compressors being down.											
Describe Area Affected and Cleanup Action Taken.* Return to service upon purchaser opening lines											
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.											
Signature: Brenda Hodges				OIL CONSERVATION DIVISION							
Printed Name: Brenda Hodges				Approved by District Supervisor:							
Title: HES Administrative Assistant			A	pproval Date	:	Expi	Expiration Date:				
						Conditions of Approval:				Attached []	
Date: 6-15=12 Phone: (575)-397=8247 Attach Additional Sheets If Necessary											
ittach Additio	onal Sheet	s It Necessa	ry			•			-		

NFO Permit No.

-(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12 (See Rule 19.15.18.12 NMAC and Rule 19.15.7:37 NMAC)

A. ApplicantOXY PERMIAN	,						
whose address is1017 W. Stanolind I	whose address is1017 W. Stanolind Rd,						
	hereby requests an exception to Rule 19.15.18.12 for1days or until						
June 15, Yr 12_	June 15, Yr 12, for the following described tank battery (or LACT):						
Name of LeaseLost Tank Federal 4 #2	Name of LeaseLost Tank Federal 4 #20Name of Pool Wildcat Wolfcamp						
Location of Battery: Unit LetterH							
Number of wells producing into battery	Single well battery						
B. Based upon oil production of80	barrels per day, the estimated * volume						
of gas to be flared is1150	MCF; ValueN/Aper day.						
C. Name and location of nearest gas gathering fa	Name and location of nearest gas gathering facility:						
Lost Tank Federal 4 #20							
D. Distance on siteEstim	Distance _on siteEstimated cost of connectionN/A						
E. This exception is requested for the following down their compressors.	reasons: Oxy began flaring due to DCP Hat Mesa shutting						
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVISION						
Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.	Approved Until						
Signature Stenda Hooks	Ву						
Printed Name & Title Brenda Hodges HES Administrative Assistant	Title						
E-mail Address Brenda_Hodges@oxy.com	Date						
Date 6-15-12 Telephone No.575-397-8247							

Dil ratio test may be required to verify estimated gas volume.

Hodges, Brenda K (Preferred Personnel)

Hodges, Brenda K (Preferred Personnel) Friday: June 15, 2012-1:03 PM

mike bratcher@state.nm.us!; jamos@bim.gov

Summers, Chancey J. Tramell, Austin W

Subject:

Hello Mr. Bratcher,

Oxy began flaring at the Lost Tank Federal 4-#20 on 6/15/12 @12:30a.m thru 6/15/12 @1:00p.m 1150 MCF a day, due to DCP Hat Mesa compressors down. C-141's will be mailed out today.

Thank you, Brenda Hodges OXY HES 1017 W. Stanolind Rd Hobbs, NM 88240 575-397-8247

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Oxy USA Inc.
Lost Tank 4 Federal Deep #20
NMNM0417696

June 23, 2012

Condition of Approval to Flare Gas

- 1. Report all volumes on OGOR reports.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.