Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No 1004-0137 Expires March 31, 2007

5. Lease Senal No. NM86024

SUNDRY Do not use th abandoned w	NM86024 6. If Indian, Allottee or Tribe Name					
SUBMIT IN TR	IPLICATE- Other ins	tructions on rever	se 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. Cypress 28 Federal #002H		
2. Name of Operator OXY USA In	c.			9 API Well No.		
Ba. Address		3b. Phone No. (include 575-397-8247	area code)	30-015-37331		
1017 W. Stanolind Rd., Hobbs		10 Field and Pool, or Exploratory Area Laguna Salado Bone Spring				
4 Location of Well (Footage, Sec., L28-23S-29E-1833 FSL-530 F	•)		11. County or Parish, State Eddy Cnty, NM		
12. CHECK AI	PPROPRIATE BOX(ES) T	O INDICATE NATUR	E OF NOTICE, R	EPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION					
✓ Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (State Reclamation Recomplete Temporarily At Water Disposal	Well Integrity Other Flaring		

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/BLA Required subsequent reports shall 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 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)

Oxy began flaring at the Cypress 28 Federal #002H location due to Southern Union Gas shutting in lines for fluid in their pipelines. Please see attached page/s for additional information reguarding this flare event.

> RECEIVED SEP 2 4 2012 NMOCD ARTESIA

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)							
Brenda Hodges	Title HES Administrative Assistant						
Signature Brenda Hooles	Date	09/21/2012					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved by	1	ritle	Date				
Conditions of approval, if any, are attached. Approval of this notice does not warrancertify that the applicant holds legal or equitable title to those rights in the subject leg 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 States any false, fictitious or fraudulent statements or representations as to anymatte.	person k	nowingly and willfully to make to a ts jurisdiction	ny department or agency of the United				

No. 1015 N. French Dr., Hobbs, NM 88240

District II

1301 W Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Encrgy Minerals and Natural Resources

SEP 24 2012

RECEIVED

Form C-141 Revised October 10, 2003

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit 2 Copies to appropriate
NMOCD ARTES Prince Office in accordance
with Rule 116 on back
side of form

					OPERATOR			☐ Initial Report						
			Contact Brenda Hodges											
			Telephone No. (575) 397-8247											
Facility Name Cypress 28 Federal #002H			Facility Type Oil											
Surface Owner Mineral Owner					Lease No. API-30-015			-015-3	7331					
	LOCATION OF RELEASE													
Unit Letter	Section	Township	Range	Feet from the	North/	orth/South Line Feet from the East/West Line County								
L	28	238	29E	1833		<u>S</u>	530		W Eddy			·		
LatitudeLongitude														
				NAT	TURE	OF REL	EASE							
Type of Rele	ase Flare					Volume of Release 10,800 MCF Volume Recovered 0								
Source of Re	lease Tem	p. Flare							Hour of Dis 5:00 PM	Hour of Discovery				
Was Immedi	ate Notice (Yes [No Not R	equired	If YES, To								
By Whom?	Brenda Ho	odges, HES A	dministra	tive Assistant		Date and F	Hour 9-12-12 @ 7	7:34 AM	1					
Was a Watercourse Reached? ☐ Yes ☒ No					If YES, Volume Impacting the Watercourse. n/a									
If a Waterco	irea was Im	pacted, Descr	the Fully	: nlo		L								
Describe Ca	Describe Cause of Problem and Remedial Action Taken.* Oxy began flaring at the Cypress 28 Federal #002H location due to Southern Union Gas													
shutting in lines for fluid in their pipelines														
Describe Are	Describe Area Affected and Cleanup Action Taken.* Return to sales upon purchaser opening their lines													
regulations a public health should their or or the enviro	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:	ignature: Blanch Hockes					OIL CONSERVATION DIVISION								
Printed Name	e: Brenda	Hodges			Approved by District Supervisor.									
Title HES	Administra	tive Assistant	,			Approval Dat	te:		Expiration	Date:				
E-mail Addre	ess: Brenda	a_Hodges@o	xy.com			Conditions of Approval.				Attached				
Date.9-21-12		(575) 397-82 ets If Necess												

District I
1625 N French Dr , Hobbs, NM 88240
District II
811 S First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St. Francis Dr , Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. __

(For Division Use Only)

Form C-129

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 F	Rd					
	hereby requests an exception to Rule 19.15.1	8.12 for9	days or until				
	September 20, Yr _2012,	for the following described tank battery (or	LACT):				
	Name of Lease Cypress 28 Federal #002H_	Name of Pool Laguna Salado, Bone	e Spring				
	Location of Battery: Unit Letter _LSection	n28Township _23SRange _	29E				
	Number of wells producing into battery	8					
В.	Based upon oil production of260	barrels per day, the estimate	d * volume				
	of gas to be flared is1200	MCF; ValueN/A	per day.				
C.	Name and location of nearest gas gathering facility:						
	Cypress 28 Federal #002H						
D.	Distanceon-siteEstimated cos	t of connectionN/A					
E. This exception is requested for the following reasons: Oxy began flaring at the Cypress 28 Federal #002H location due to Southern Union Gas shutting in lines for fluid in their pipelines							
OPERATOR		OIL CONSERVATION DIVISION					
Division have bee	nat the rules and regulations of the Oil Conservation en complied with and that the information-given-above ete to the best of my knowledge and belief.	Approved Until Oct 1st 2012					
Signature L	Seeda Hools	By RDade					
Printed Name & Title: Brend	la Hodges HES Administrative Assistant	Title DIST # Sypewist	\				
	ss: Brenda_Hodges@oxy.com	Date 9/24/12					
Date 9-21-12	Telephone No. (575)397-8247						

^{*} Gas-Oil ratio test may be required to verify estimated gas volume.

Hodges, Brenda K (Preferred Personnel)

From: Hodges, Brenda K (Preferred Personnel)
Sent: Friday, September 21, 2012 9:16 AM

To: 'mike.bratcher@state.nm.us'; 'jamos@blm.gov'

Subject: FW: Flaring

Good morning,

I wanted to correct the location of these flare events on 9-11-12. I was given the incorrect locations. They flaring was at the Cypress 28 Federal #2h, Cypress 33 Federal #4H and the Goodnight 27 # 2 locations. I will be mailing the appropriate paperwork at the conclusion of the flare event.

Sorry for the inconvenience.

Thank you,

Brenda Hodges

OXY HES Administrative Assistant 1017 W. Stanolind Rd Hobbs, NM 88240 575-397-8247

From: Hodges, Brenda K (Preferred Personnel) **Sent:** Wednesday, September 12, 2012 7:34 AM **To:** 'mike.bratcher@state.nm.us'; 'jamos@blm.gov'

Cc: Summers, Chancey J; Moore, L. Kim; Kendrick, Donald D; Shaver, Stanley

Subject: Flaring

Good morning,

This is to inform you that Oxy began flaring at the Goodnight 27-1, Cypress 34-1, & Cypress 33-1 batteries on 9-11-2012 due to Southern Union Gas shutting in their lines for fluid in their pipelines.

I will send the appropriate paperwork in the mail at the end of the flaring event.

Thank you,

Brenda Hodges

OXY HES Administrative Assistant 1017 W. Stanolind Rd Hobbs, NM 88240 575-397-8247