Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD Artesia

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

E	5. Lease Senal No.						
SUNDRY	NM38463						
Do not use th abandoned we	6 If Indian, Allottee or Tribe Name						
SUBMIT IN TRI	PLICATE- Other instru	uctions on revers	se side.	7 If Unit or CA/Agreement, Name and/or No.			
1. Type of Well Oil Well □	8. Well Name and No Pure Gold B Federal #4						
2. Name of Operator OXY USA In							
3a Address		2h Dhone No Gual de		9. API Well No. 30-015-27238			
1017 W. Stanolind Rd., Hobbs,	NM 88240	3b Phone No (include of 575-397-8247	area coaej	10. Field and Pool, or Exploratory Area			
4. Location of Well (Footage, Sec.,	T, R, M., or Survey Description)			Sand Dunes Delaware West			
P20-23S-31E-660FSL-660FEL	11. County or Parish, State						
	Eddy Cnty, NM						
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA							
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (Statement Reclamation Recomplete	water Shut-Off Well Integrity Other Flaring			
Subsequent Report	Change Plans	Plug and Abandon	Temporarily Ab				
Final Abandonment Notice	Convert to Injection Plug Back Water Disposal						
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 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 Pure Gold B Federal #4 location on 8-15-12 due to DCP shutting in their lines for compressor problems. Please see attached page(s) for additional information reguarding this flare event.							
	ed for reserts	REC	EIVED	APPROVED			

SEE ATTACHED FOR CONDITIONS OF APPROVAL SEP 25 2012

NMOCD ARTESIA

/s/ JD Whitlock Jr

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	1				
Brenda Hodges	Title	HES Administrativ	ve Assistant		
Signatured Scenda Hooles Date		09/04/2012			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by		Title	Date		
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease 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	person	knowingly and willfu	ally to make to any department or agency of the Un		

District I 1625 N French Dr , Hobbs, NM 88240 District II
1301 W Grand Avenue, Artesia, NM 88210 <u>District III</u> 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. SEP 25 2012

RECEIVED

Form C-141 Revised October 10, 2003

NMOCD ARTESPAIL 2 Copies to appropriate ct Office in accordance

with Rule 116 on back side of form

Santa Fe, NM 87505 Release Notification and Corrective Action

			11011				meenve A M	CUOL		1 Danort	☑ Final D	anort
Name of Company OXY USA Inc.						OPERATOR						сроп
Address 1017 W. Stanolind Rd.						Telephone No. (575) 397-8247						
Facility Name Pure Gold B Federal #4						Facility Type Oil						
Surface Owner Mineral Owner					wnor							
Surface Ow	<u> </u>			Willeral O	WHEI	·			Lease	10. AFI 30.	013-27236	
						N OF REI	LEASE					
Unit Letter	Section	Township	Range	Feet from the	North	South Line	Feet from the	East/\	West Line	County		
P	20	238	31E	660		S	660	E		Eddy		
LatitudeLongitude												
T	171			<u> </u>	UKE	OF RELI		MCE	1 37 1 7	10		
Type of Rele Source of Re		n Flore				Volume of Release 6300 MCF Volume Recovered 0 Date and Hour of Occurrence Date and Hour of Discovery					OOVOTU	
Source of Re	icasc Temp	p. Plate				8-15-12 @		·C		2 5:00 PM	covery	
Was Immedi	ate Notice C					If YES, To	Whom?					
		\boxtimes	Yes	No 🗌 Not Re	quired	Mike Bratcher/Jim Amos						
			dministra	ative Assistant		Date and Hour 8-16-12 @2.17 pm						
Was a Water	course Read		Yes 🗵	l No		If YES, Volume Impacting the Watercourse. n/a						
If a Watercon	rea was Im	pacted, Descri										
II a Waterco	iise was iii	pacieu, Descr	ibe runy.	IV a								
	CD 11	1.70	11 1 4	m 1 O	. 1	CI	4L D. C.L	100	1 1 1/4 1	1	, DCD	
		em and Reme			y bega	in flaring at	the Pure Gold	і В Ре	deral #4	location di	ie to DCP	
Shutting in	men mie	s for compr	essor pr	oblems.								
Describe Are	Describe Area Affected and Cleanup Action Taken.* Return to sales upon purchaser opening their 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.												
					OIL CONSERVATION DIVISION							
Signature:	Signature Scenda Hooles											
Approved by Distr						proved by District Supervisor:						
Printed Name Brenda Hodges												
Title. HES	Admini <u>st</u> ra	tive Assistant	t			Approval Dat	Date: Expiration Date:		Date:			
E-mail Addre						Conditions of Approval:						
L-man Addit										Attached		
		(575) 397-824										
Attach Addi	tional Shee	ets If Necess	arv									

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

Form C-129 Revised August 1, 2011 Submit one copy to appropriate District Office

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)

whose address is1017 W. Stanolind Rd	A.	ApplicantOXY PERMIAN	,					
August 25, Yr _2012, for the following described tank battery (or LACT): Name of Lease: Pure Gold B Federal #4 Name of Pool: Sand Dunes Delaware West Location of Battery: Unit Letter _P Section _20 Township _23S Range _31E Number of wells producting into battery 14 B. Based upon oil production of 260 barrels per day, the estimated * volume of gas to be flared is900 MCF; Value N/A per day. C. Name and location of nearest gas gathering facility: Pure Gold B Federal #4 D. Distance _On-site Estimated cost of connection N/A E. This exception is requested for the following reasons: Oxy began flaring at the Pure Gold B Federal #4 location due to DCP shutting in their lines for compressor problems. OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature Conservation Title By Title By Title By Title By Title By Title By Title Brenda_Hodges@oxy.com		whose address is1017 W. Stanolind Rd,						
Name of Lease: Pure Gold B Federal #4Name of Pool: Sand Dunes Delaware West Location of Battery: Unit Letter _PSection _20Township23SRange _31E Number of wells producing into battery14 B. Based upon oil production of260barrels per day, the estimated * volume of gas to be flared is900MCF; ValueN/Aper day. C. Name and location of nearest gas gathering facility: Pure Gold B Federal #4 D. DistanceOn-siteEstimated cost of connectionN/A E. This exception is requested for the following reasons: Oxy began flaring at the Pure Gold B Federal #4 location due to DCP shutting in their lines for compressor problems. OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature		hereby requests an exception to Rule 19.15.18.12 for10days or until						
Location of Battery: Unit Letter _PSection _20Township23SRange31E Number of wells producing into battery		_August 25, Yr _2012, for the following described tank battery (or LACT):						
Number of wells producing into battery		Name of Lease: Pure Gold B Federal #4Name of Pool: Sand Dunes Delaware West						
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I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature	location due to DCP stituting in their lines for compressor problems.							
Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature			OIL CONSERVATION DIVISION					
Signature Cencle Ses By Printed Name & Title: Brenda Hodges HES Administrative Assistant E-mail Address: Brenda_Hodges@oxy.com Date 9-4-2012 Telephone No. (575)397-8247	Division have be	een complied with and that the information given above	Approved Until					
Printed Name & Title: Brenda Hodges HES Administrative Assistant E-mail Address: Brenda_Hodges@oxy.com Date 9-4-2012 Telephone No. (575)397-8247								
& Title: Brenda Hodges HES Administrative Assistant E-mail Address: Brenda_Hodges@oxy.com Date 9-4-2012 Telephone No. (575)397-8247	О БУ							
Date 9-4-2012 Telephone No. (575)397-8247			Title					
	E-mail Addre	ess: Brenda_Hodges@oxy.com	Date					
	Date 9-4-20	Date 9-4-2012 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: Thursday, August 16, 2012 2:17 PM

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

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

Subject: Flaring at the Pure Gold Battery

Good afternoon,

This is to inform you that Oxy began flaring at the Pure Gold B #4 & Pure Gold A #8 locations in Eddy County on 8-15-12 due to DCP having high line pressure with their compressors.

I will mail the C-141 at the conclusion of the flare event.

Thank you,

Brenda Hodges

OXY HES Administrative Assistant 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.
Pure Gold B Federal #4
NM38463

September 22, 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.