								RECE	VED	
<u>District 1</u> 1625 N. French Dr., Hobbs, NM 88240				State of New Mexico OCT 3 0 2012				Form C-141 vised October 10, 2003		
301 W. Grand Avenue, Artesia, NM 88210							N Nesources			
<u>District III</u> 1000 Rio Brazos	Road, Azteo	c, NM 87410				vation Div	vision –		District (Copies to appropriate
<u>District IV</u> 1220 S. St. Fran	1020 G. G. E. J. D. G. J. E. NM 97505						ist. Hallers DI. with Kule Ho of fam			
	Santa Fe, NM 87505 Santa Fe, NM 87505 Side of form									
Trale	300 8	31665	Kele	ease Notifica						
						OPERATOR Initial Report Final Report				
						Telephone No. (575) 397-8247				
Facility Nar							oe Oil Well			
Surface Ow	ner			Mineral Ow	ner		······································	Leas	e No. API 30-	015-27266
				LOCAT	TION	NOF RE	LEASE			
Unit Letter	Section	Township	Range	Feet from the N	North/	South Line	Feet from the	East/West Lir	e County	
M	29	235	31E	330		S	760	W	Eddy	<u>v</u>
			La	titude		_ Longitud	le			
				NATU	RE	OF REL				
Type of Release Source of Rel		- Flavo					Volume of Release 771 MCFVolume Recovered 0Date and Hour of OccurrenceDate and Hour of Discovery			
Source of Re.	lease Tem	p. riare				9-27-12 @			2 @10:00 AM	covery
Was Immedia	Was Immediate Notice Given?					If YES, To Whom? Mike Bratcher/ Jim Amos				
			dministra	tive Assistant			Iour 10-01-12 @			
Was a Watercourse Reached?						If YES, Volume Impacting the Watercourse. n/a				
If a Wataree	irse was Im	pacted, Descr	ibe Fully. ³	* n/a						
			dial Actio	n Taken.* Oxy bega	an flar	ing at the Fe	deral 29 #8 locatio	on on 9-27-12 d	ue to DCP havi	ng high line
Describe Cau pressure and Describe Are I hereby certi regulations al public health	a Affected a fy that the i ll operators or the environment	problems and Cleanup / information gi are required t ronment. The	Action Tal ven above o report ar acceptance	ten.* Return to sale to is true and complet ad/or file certain rele te of a C-141 report	es upo te to the ease no by the	n purchaser te best of my otifications a NMOCD m	opening their lines knowledge and u nd perform correc arked as "Final R	s nderstand that p tive actions for eport" does not	oursuant to NM releases which relieve the oper	OCD rules and may endanger ator of liability
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Form 3160-5 (April 2004) DEPARTMENT OF THE BUREAU OF LAND MANA	INTERIOR AGEMENT	FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 5. Lease Serial No. NM0545035 6. If Indian, Allottee or Tribe Name					
	Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.						
SUBMIT IN TRIPLICATE- Other instru	uctions on reverse side.	7. If Unit or CA/Agreement, Name and/or No.					
1. Type of Well Gas Well Image: Construction of Operator OXY USA Inc.		 8. Well Name and No. Federal 29 #8 9. API Well No. 30-015-27266 10. Field and Pool, or Exploratory Area Sand Dunes Delaware West 11. County or Parish, State Eddy Cnty, NM 					
3a. Address 1017 W. Stanolind Rd., Hobbs, NM 88240	3b. Phone No. (include area code) 575-397-8247						
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) M29-23S-31E-330 FSL-760FWL							
12. CHECK APPROPRIATE BOX(ES) TO	INDICATE NATURE OF NOTICE, 1	REPORT, OR OTHER DATA					
TYPE OF SUBMISSION	TYPE OF SUBMISSION TYPE OF ACTION						
Acidize Acidize Alter Casing Casing Repair Casing Repair Change Plans Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertim If the proposal is to deepen directionally or recomplete horizontally Attach the Bond under which the work will be performed or provid following completion of the involved operations. If the operation r testing has been completed. Final Abandonment Notices shall be fi determined that the site is ready for final inspection.) Oxy began flaring at the Federal 29 #8 location on 9-27-1 page/s for additional information requarding this flare ex SEE ATTACHED	 give subsurface locations and measured and triate the Bond No. on file with BLM/BIA. Requiresults in a multiple completion or recompletion iled only after all requirements, including reclar due to DCP having high line pressure a vent. 	Well Integrity Other Flaring any proposed work and approximate duration thereof. The vertical depths of all pertinent markers and zones. 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 and equipment problems. Please see attached APPPROVED OCT 2 6 2012					
CONDITIONS OF APP	ROVAL	/s/ JD Whitlock J BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE					
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)							
Brenda Hodges	Title HES Administrative	Title HES Administrative Assistant					
Signature Brenda Code	Date						
THIS SPACE FOR F	EDERAL OR STATE OFFICE	USE					
Approved by Conditions of approval, if any, are attached. Approval of this notice d certify that the applicant holds legal or equitable title to those rights in which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a States any false, fictitious or fraudulent statements or representations a	the subject lease Office crime for any person knowingly and willfully	Date to make to any department or agency of the United					

(Instructions on page 2)

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

Oxy USA INC. Federal 29 #8 NM0545035

October 26, 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.
- 8. Approval not to exceed 90 days for date of approval.

Hodges, Brenda K (Preferred Personnel)

From: Sent: To: Subject:

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Hodges, Brenda K (Preferred Personnel) Monday, October 01, 2012 10:58 AM 'mike.bratcher@state.nm.us'; 'jamos@blm.gov'; Summers, Chancey J Flaring

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Good morning,

This is the inform you that Oxy began flaring at the Pure Gold A-13, Pure Gold D-1, Mobil Federal #1 and Federal 29-8 due to high line pressure. These flares ended on 9-30-12. I will be sending the C-141 and Sundry reports today in the mail.

Thank you,

Brenda Hodges

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