Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

ALLSO MICHOS LEASE SCRITAL NO. SUNDRY NOTICES AND REPORTS ON WELL Do not use this form for proposals to drill or to re-entegand abandoned well. Use form 3160-3 (APD) for such proposals. 6 If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 8. Well Name and No. CAL-MON 35 FEDERAL 171H 1. Type of Well 🖸 Oil Well 🔲 Gas Well 🔲 Other JENNIFER A SMITH API Well No. Contact: Name of Operator 30-015-44269-00-S1 **OXY USA INCORPORATED** E-Mail: JENNIFER SMITH@OXY.COM 10. Field and Pool or Exploratory Area 3a. Address 3b. Phone No. (include area code) **5 GREENWAY PLAZA SUITE 110** Ph: 713-513-6640 **WILDCAT** WOLFCAMP HOUSTON, TX 77046-0521 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) EDDY COUNTY, NM Sec 35 T23S R31E NWNW 280FNL 710FWL 32.267418 N Lat. 103.754825 W Lon 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION ■ Water Shut-Off □ Production (Start/Resume) ☐ Acidize Deepen Notice of Intent ■ Well Integrity □ Alter Casing ☐ Hydraulic Fracturing □ Reclamation ☐ Subsequent Report ■ New Construction □ Recomplete Other Casing Repair Venting and/or Flari ☐ Change Plans □ Plug and Abandon ☐ Temporarily Abandon ☐ Final Abandonment Notice □ Water Disposal ☐ Plug Back □ Convert to Injection 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/BIA. Required subsequent reports must 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 must be filed once testing has been completed. Final Abandonment Notices must 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 USA INC, respectfully reports that the above location began to flare on March 24, 2018 due to DCP COMPRESSORS DOWN and we request permission to flare for 90 days ending on June 22, 2018. RECEIVED MAY 3 1 2018 Accepted for record DISTRICT IL ARTESIA O.C.C. 14. I hereby certify that the foregoing is true and correct. Electronic Submission #410616 verified by the BLM Well Information System For OXY USA INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 04/06/2018 (18PP1464SE) Title **ENVIRONMENTAL SPECIALIST** Name (Printed/Typed) JENNIFER A SMITH 04/06/2018 (Electronic Submission) Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE /s/ Jonathon Shepard W. Call at Approved By 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 Office which would entitle the applicant to conduct operations thereon.

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Condition of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- All flaring under this request is considered to be "avoidably lost":
 Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.