

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM OIL CONSERVATION

ARTESIA DISTRICT

DEC 23 2014

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

RECEIVED

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM0531277A
2. Name of Operator OXY USA INC		6. If Indian, Allottee or Tribe Name
3a. Address PO BOX 4294 HOUSTON, TX 77210		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 713-513-6640		8. Well Name and No. FNR 26 FEDERAL 1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 26 T23S R30E SWSW 660FSL 660FWL		9. API Well No. 30-015-30412
		10. Field and Pool, or Exploratory FORTY NINER RIDGE
		11. County or Parish, and State EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Production Facility Changes
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recompleat 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.)

FNR 26 #1 CTB

OXY USA INC respectfully requests to install a LACT unit with a 3? Micro Motion Coriolis Meter located at the FNR 26 #1 CTB. Please see below for additional details.
LACT will be proved and verified on the first load of oil measured from the FNR 26 #1 CTB location. Upon completion, test results and meter factor (Proving Report) will be submitted to the BLM for review.

3" Flow Meter max rate 1300 bbl/hr Serial # 14410603

CMF300M355NRAUEZZZ

3" Micro Motion Elite Sensor 316SS, 3" 150#

WNRF flange end connections, standard

Pressure containment, 9-wire epoxy painted

J box, 2" conduit connections

825 1/6/15
Accepted for record
NMDCD

**SEE ATTACHED FOR
CONDITIONS OF APPROVA**

14. I hereby certify that the foregoing is true and correct. Electronic Submission #254099 verified by the BLM Well Information System For OXY USA INC, sent to the Carlsbad Committed to AFMSS for processing by LINDA DENNISTON on 12/02/2014 ()	
Name (Printed/Typed) JENNIFER A DUARTE	Title REGULATORY SPECIALIST
Signature (Electronic Submission)	Date 07/22/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <i>J. D. N. Attchok</i>	Title EPS	Date 12/18/14
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 CFO

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

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #254099 that would not fit on the form

32. Additional remarks, continued

2700C12ABUEAZX Serial # 3281014
Micro Motion Coriolis MVD multivariable flow and
Density transmitter, 9 wire remote transmitter with
Integral core processor, 18-30 VDC and 85-235 VAC
Self switching, dual line display, one MA, one frequency,
RS485, UL Listed, English Quick Reference, W/API software

Duncan Whitlock has given us a verbal approval to commission the FNR 26 #1 on 07/14/2014.

**Coriolis LACT Meter
Conditions of Approval
FNR 26 Federal 1
NM0531277A, Sec. 26, SWSW, T23S, R30E
Oxy USA INC**

1. Approval is for meter number CMF300M355NRAUEZZZ – Serial No. 14410603356475 and transmitter number 2700C12ABUEAZX- Serial No. 3281014.
2. The Coriolis meter shall be designed, installed and operated in accordance with all applicable API standards, including API 5.6, as may be amended or revised from time to time.
3. The metering facility shall include a temperature probe to monitor the actual oil temperature during custody transfer. This information will be recorded and used in calculating the volume of oil metered during each transaction.
4. The meter shall have a non-resettable totalizer.
5. The custody transfer meter shall be proven monthly in conformance with Onshore Oil and Gas Order No. 4.III.D. The meter proving is to be *witnessed by BLM, contact 575-361-2822; a minimum of 24 hours prior to meter proving*. Meter proving records shall be maintained for a period of six years from the date of generation and will be made available for audit upon request.
6. A copy of the monthly meter proving will be submitted to the appropriate BLM office within 30 days of proving.
7. The run ticket associated with each oil transfer shall include the measured or calculated BS&W, oil gravity, temperature recorded during the transfer and beginning & ending totalizer readings. Such records shall be maintained for a period of six years from the date of generation and will be made available for audit upon request.
8. A copy of run ticket shall be submitted to the appropriate BLM office within 30 days of ticket generation and will be made available for audit upon request.
9. Operator to maintain tank gauging data to be used as a comparison with the LACT meter readings.
10. All other provisions of the Onshore Oil and Gas Orders, especially No. 3 and No. 4 shall be met.
11. This approval may be subject to future review and if determined inadequate with regards to accurate measurement, the approval will be withdrawn.
12. Upon installation of LACT, submit an updated facility diagram as per Onshore Order No. 3.

JDW 10.2.2014