

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD HOBS OCD

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

AUG 22 2012

**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.**

**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.  NM 709284
2 Name of Operator Oxy USA, Inc		6 If Indian, Allottee or Tribe Name
3a Address 1017 W. Stanolind Rd. Hobbs, NM 88240	3b Phone No. (include area code) 575-397-8247	7 If Unit or CA/Agreement, Name and/or No
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) J-15,25S-32E		8 Well Name and No Cotton Draw Battery
		9 API Well No
		10 Field and Pool, or Exploratory Area Paduca Delaware
		11 County or Parish, State Lea Cnty

**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 <b>Flaring</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 recomplate 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 Cotton Draw Battery location on 6-27-2012 due to DCP having a compressor down. Please see attached page/s for additional information for this flaring event.

Cotton Draw 10 3002508195 ✓  
Cotton Draw 52 3002508169 ✓

**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Brenda Hodges		Title HES Administrative Assistant
Signature <i>Brenda Hodges</i>		Date 08/02/2012

**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 USC Section 1001 and Title 43 USC 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.

(Instructions on page 2)

District I  
1625 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  
Energy Minerals and Natural Resources

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-141  
Revised October 10, 2003

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

### Release Notification and Corrective Action

#### OPERATOR

☐ Initial Report ☒ Final Report

Name of Company <b>OXY USA Inc.</b>	Contact <b>Brenda Hodges</b>	
Address <b>1017 W. Stanolind Rd.</b>	Telephone No. <b>(575) 397-8247</b>	
Facility Name <b>Cotton Draw Battery</b>	Facility Type <b>Battery</b>	
Surface Owner	Mineral Owner	Lease No.

#### LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>J</b>	<b>15</b>	<b>23S</b>	<b>32E</b>					<b>Lea</b>

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

#### NATURE OF RELEASE

Type of Release <b>Flare</b>	Volume of Release <b>600 MCF</b>	Volume Recovered <b>0</b>
Source of Release <b>Temp. Flare</b>	Date and Hour of Occurrence <b>6-27-12@2:00pm</b>	Date and Hour of Discovery <b>06-27-12 @ 2:00 p.m.</b>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>E.L. Gonzales</b>	
By Whom? <b>Brenda Hodges, HES Administrative Assistant</b>	Date and Hour <b>6-27-12 @3:26P.M.</b>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. <b>n/a</b>	

If a Watercourse was Impacted, Describe Fully.\* **n/a**

Describe Cause of Problem and Remedial Action Taken.\* **Oxy began flaring at the Cotton Draw Battery due to DCP compressor being down.**

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.

Signature: <b>Brenda Hodges</b>	<b>OIL CONSERVATION DIVISION</b>	
Printed Name. <b>Brenda Hodges</b>	Approved by District Supervisor:	
Title: <b>HES Administrative Assistant</b>	Approval Date:	Expiration Date:
E-mail Address. <b>Brenda_Hodges@oxy.com</b>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <b>8-2-12</b> Phone: <b>(575) 397-8247</b>		

\* Attach Additional Sheets If Necessary

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

**Oxy USA, Inc.  
Cotton Draw Battery  
NM70928A**

**August 18, 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. **Submit report of gas volumes which have been vented to the office within 30 days or by 8/18/12. All gas volumes are required to be flared. List Wells and volumes on Sundry.**