Form 3160-5

UNITED STATES

| OCD | HOBBS | OCD | |
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FORM APPROVED

| | EPARTMENT OF THE | | HOBB2 OCD | | M B No 1004-0137 pures: March 31, 2007 |
|--|--|---|---|---|---|
| SUNDRY Do not use th | NOTICES AND REF is form for proposals to all. Use Form 3160-3 (A | ORTS ON WE | enter an | 5. Lease Serial N NM-03216 6 If Indian, A | |
| 1. Type of Well | PLICATE- Other instr | uctions on reve | · · | | A/Agreement, Name and/or No. |
| Onl Well Gas Well Other Name of Operator OXY USA Inc. | | | | | and No. ttix Unit No |
| 3a Address 1017 W. Stanolind Rd., Hobbs, | | 3b. Phone No (included 575-397-8247 | e area code) | 30-025-20298 10 Field and Pool, or Exploratory Area Fowler Ellenburger | |
| 4. Location of Well (Footage, Sec , T , R , M , or Survey Description) G-15-24S-37E-1980FNL-1980FEL | | | | 11 County or Parish, State Lea Cnty, NM | |
| 12. CHECK AF | PROPRIATE BOX(ES) TO | INDICATE NATU | RE OF NOTICE, RI | EPORT, OR C | OTHER DATA |
| TYPE OF SUBMISSION | | TY | PE OF ACTION | | |
| Notice of Intent Subsequent Report | Acidize Alter Casing Casing Repair | Deepen Fracture Treat New Construction | Production (Sta | rt/Resume) | Water Shut-Off Well Integrity Other Flaring |
| Final Abandonment Notice | Change Plans Convert to Injection | Plug and Abandon Plug Back | Temporarily Ab Water Disposal | andon | |
| Attach the Bond under which the following completion of the inv | ctionally or recomplete horizontall ne work will be performed or provi folved operations If the operation al Abandonment Notices shall be | y, give subsurface location de the Bond No. on file results in a multiple com | ons and measured and tru with BLM/BIA Require pletion or recompletion i | e vertical depths of ed subsequent reponsion a new interval, a | of all pertinent markers and zones orts shall be filed within 30 days a Form 3160-4 shall be filed once |

Oxy began flaring at the South Mattix Unit Battery location due to Southern Union Gas shutting in their lines for their #3 plant having turbine problems. Please see attached page/s for additional information reguarding this flare event.

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 Brenda Hodes | Date | 08/20/2012 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | |
| /s/ JD Whitlock Jr | Tı | itle SPET | Date 9/7/12 | | | |
| Conditions of approval, if any, are attached. Approval of this notice does not warranteerify that the applicant holds legal or equitable title to those rights in the subject less which would entitle the applicant to conduct operations thereon. | | ffice <i>CF</i> 0 | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false, fictitious or fraudulent statements or representations as to any matter | person kno r within its | owingly and willfully to make to a | any department or agency of the United | | | |

Hodges, Brenda K (Preferred Personnel)

Hodges, Brenda K (Preferred Personnel) From:

Sent: Monday, August 13, 2012 7:19 AM

To:

'ElidiolGonzales@state.nm.us'; 'jamos@blm.gov' Summers, Chancey J; Moore, L. Kim; Kendrick, Donald D; Shaver, Stanley Cc:

Subject:

Good morning,

Oxy began flaring on 8-11-12 at the Hill B & D, Hill C #3, Hill A #7, South Mattix, Lamunyon #1, Lamunuon #2 and Seeton locations due to Southern Union shutting in their lines for turbine problems at the #3 plant. I will send the C-129 today and the paperwork will be sent at the end 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. South Mattix Unit NM71037A

September 7, 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.