

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

5. Lease Serial No.
029489B
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.

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 | | 8. Well Name and No. C CORBIN QUEEN 208 ✓ |
| 2. Name of Operator OXY USA INCORPORATED ✓ Contact: JENNIFER A DUARTE E-Mail: jennifer_duarte@oxy.com | | 9. API Well No. 30-025-29507-00-S1 ✓ |
| 3a. Address HOUSTON, TX 77210-4294 | 3b. Phone No. (include area code) Ph: 713-513-6640 | 10. Field and Pool, or Exploratory CENTRAL CORBIN |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 4 T18S R33E SENW 1980FNL 1930FWL ✓ | | 11. County or Parish, and State LEA 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 | Onshore Order Variance |
| | <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 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 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 USA INC requests permission to install a Vapor Combustor Unit (VCU) at CORBIN CENTRAL Tank Battery. This request is due to the fact that the cost of installing and operating equipment necessary to capture the gas exceeds the value of the gas over the life of the facility. OXY USA INC understands that the following conditions apply:

- OXY USA INC may be required to provide economic justification and provide volume verification to the Authorized Officer upon request.
- OXY USA INC will comply with NTL-4A requirements.
- If volume being combusted is less than 50 MCF of gas per day, it is considered ?unavoidably lost?, therefore, no royalty obligation shall be accrued and will not be required to be reported.
 - ?Unavoidably Lost? production shall mean (1) those gas vapors which are released (in this case combusted) from low-pressure storage tanks.
- Essentially all measured combusted volumes over 50 MCF will require payment of royalties and

well ASD 3/28/2013

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #321551 verified by the BLM Well Information System
For OXY USA INCORPORATED, sent to the Hobbs
Committed to AFMSS for processing by LINDA JIMENEZ on 11/13/2015 (16LJ0199SE)**

| | |
|--|-----------------------------|
| Name (Printed/Typed) JENNIFER A DUARTE | Title REGULATORY SPECIALIST |
| Signature (Electronic Submission) | Date 10/27/2015 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|---|-----------------|
| Approved By REJECTED | DUNCAN WHITLOCK Title TECHNICAL LPET | Date 01/04/2016 |
| 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 Hobbs |

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

JAN 14 2016

Handwritten initials

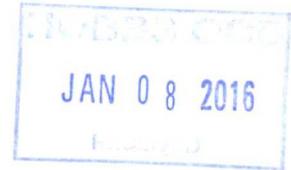
Additional data for EC transaction #321551 that would not fit on the form

32. Additional remarks, continued

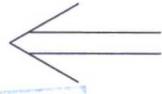
- volumes need to be reported on OGOR ?B? reports as disposition code ?08?.
5. Per 43 CFR 3162.7-5(d)/Onshore Order No.3.III.I.1, site facility diagram must be submitted within 60 days of equipment installation.
 6. This approval does not authorize any additional surface disturbance.
 7. Subject to like approval from NMOCD.

Attached are the following:

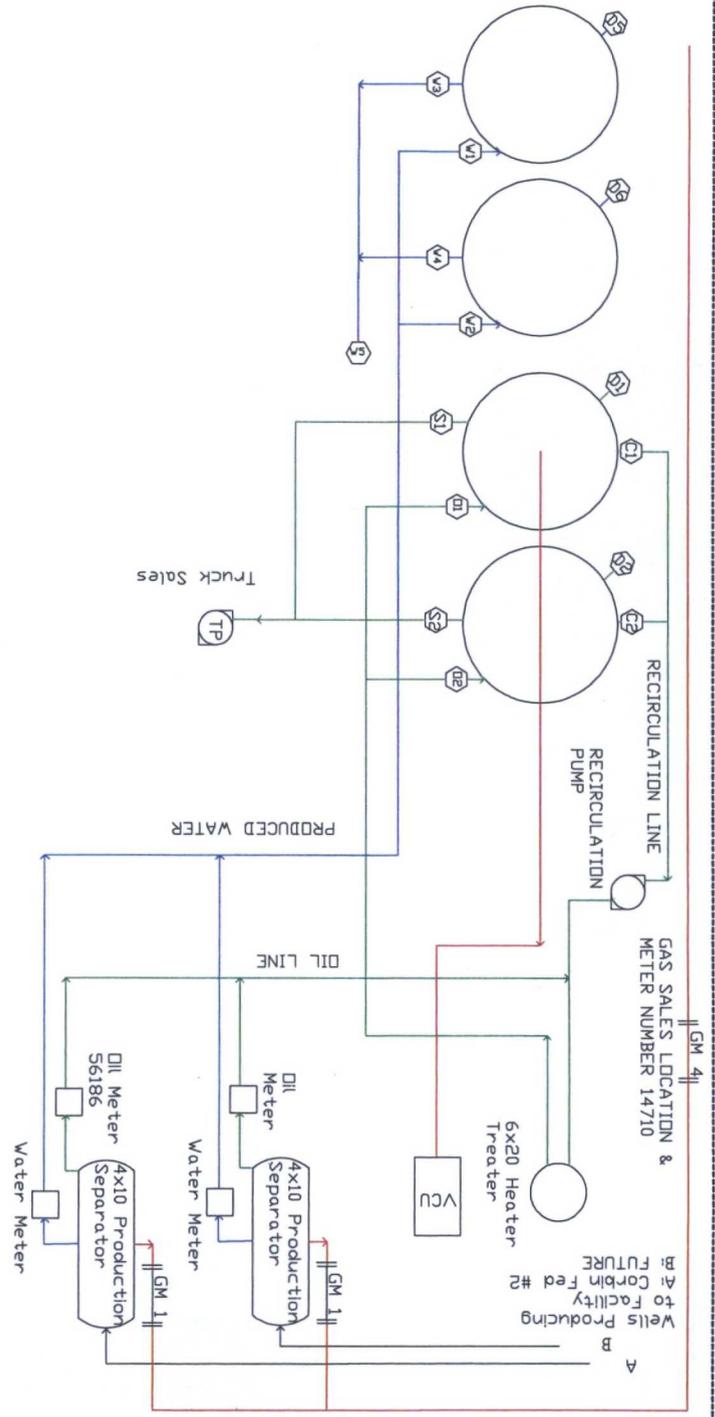
- ? Site security diagram of the current tank battery as well as the location of the VCU and the manifold line connecting the tanks to the VCU.
- ? Specification sheet(s) for the VCU.
- ? Contact list of Company Field Representatives if access to VCU is needed to retrieve volumes being combusted



NORTH



JAN 08 2016



NOTE: DXY GAS METER NUMBERS ARE UNKNOWN UNTIL INSTALLATION

DXY
 Leaser: Corbin Federal #2
 Lease Serial #: NNNW-055149, 0898992
 Located at: Section 9 T18S R33E
 Lea County, NM

This lease is subject to the security plan for the Carlsbad Operation. The plan is located at: 1502 W Commerce Dr, Carlsbad, NM 88220

- I. Production Phase**
1. Valve D1-D2, W1-W4 Open
 2. Valve S1-S2 Open
 3. Valves D1-D4 Closed
 4. W5 Closed
 6. Valves C1-C2 Open
- II. Sales System: Closed**
- D11 Sales to truck through a LACT Unit

| REFERENCE DRAWINGS | | REVISIONS | | ENGINEERING RECORD | |
|--------------------|-------|-----------|----------|--------------------|------|
| NO. | TITLE | NO. | DATE | BY | DATE |
| | | 1 | 10/29/13 | L. JOHNSON | |

| | | | | |
|-----|------|----|-----------|------|
| NO. | DATE | BY | CHK. APP. | DATE |
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| NO. | DATE | BY | CHK. APP. | DATE |
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SITE FACILITY DIAGRAM #2
 Corbin CTB (Corbin Federal #2)

Occidental Energy Services
 LEA COUNTY, NEW MEXICO
 SCALE: 1" = 100'
 SHEET NO. 001

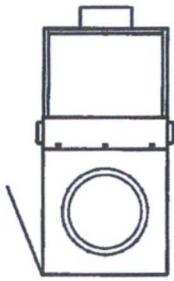


2105 Greenwood Dr.
Southlake Texas 76092
P 817-416-8881 F 817-416-8886
www.kimark.com

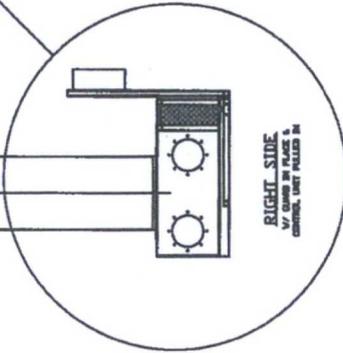
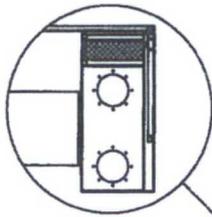
JAN 08 2016
RECEIVED

Specifications:

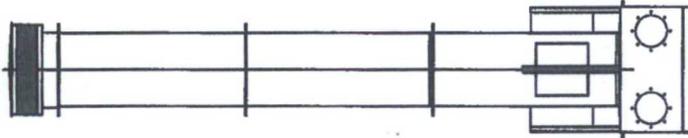
| | |
|---|-----------------------------------|
| Model Number | SmartFlare 28 |
| Total Height | 21 feet 10 inches |
| Flare Diameter | 28 inches |
| Enrichment Gas? | No |
| Design Heat Release | 1.25 MMBTU/hr |
| Destruction Efficiency | 99.90% |
| Normal Operating Pressure | Ounces 0 to 16 |
| Design Pressure | 80 PSI |
| Max Design Temperature | 1900 degree shutdown |
| Min Design Temperature | 1200 degrees |
| Normal Operating Temp | 1400 degrees |
| Pilot Volumetric Rate | 8.5 to 12 SCF/hr |
| Pilot Continuous or Automatic? | Both - Software Selectable |
| Number of burner tips | 1 |
| Diameter of burner tips (inches) | 2 inch |



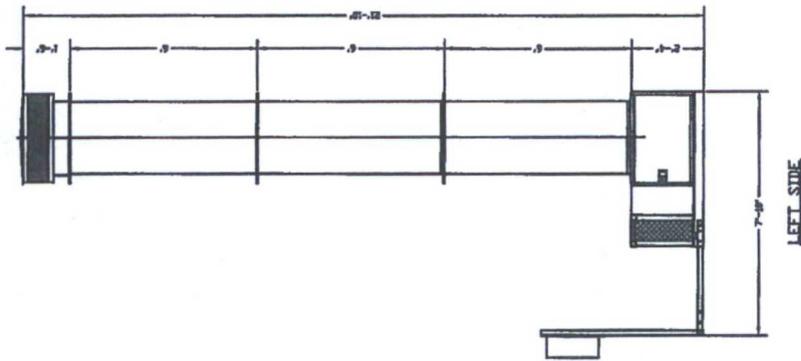
TOP VIEW



RIGHT SIDE
w/ GROUND PLATE &
CONTROL UNIT PLUGS IN



END VIEW



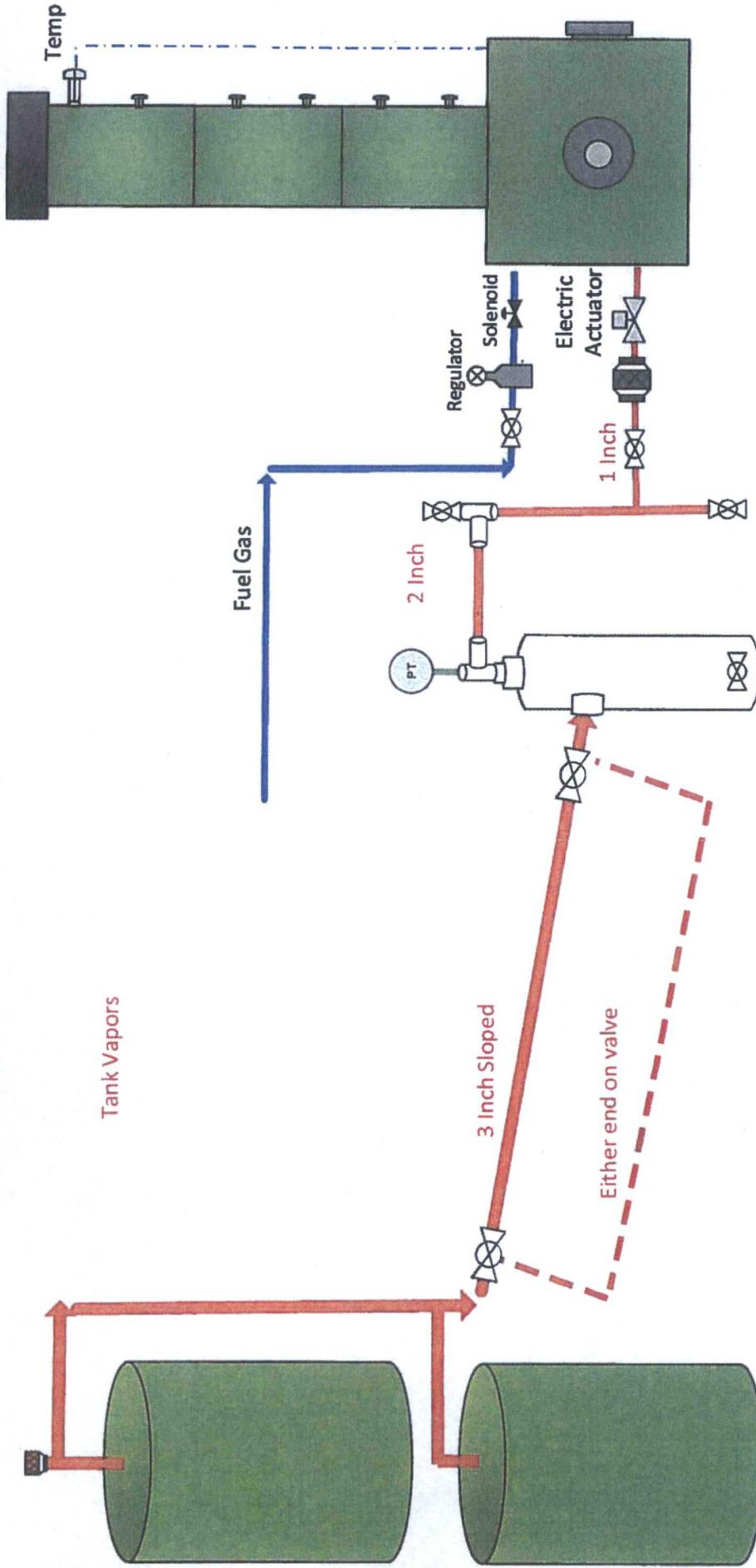
LEFT SIDE

JAN 08 2016



KIMARK SYSTEMS INC.
2007 LUDWIG ST
GRAND PRINCE, TX 75000

| | | |
|-------------|----------|------|
| APPROVAL | DATE | BY |
| M. FERGUSON | 03/12/16 | |
| DESIGNED | DATE | BY |
| S. WETTER | 03/12/16 | |
| PROJECT | FOR | DATE |
| FOR | BY | DATE |
| BY | DATE | BY |
| DATE | BY | DATE |



APPROVED
JAN 08 2016
123456

Scrubber to be
Within 10 Feet of
Combustor

Scrubber Pot



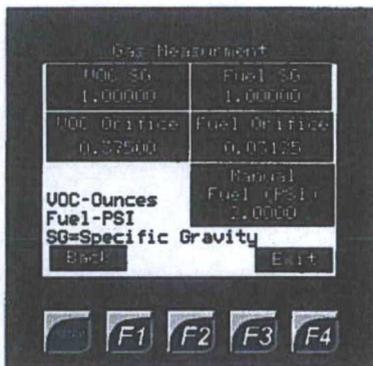
Kimark Systems, Inc.
 2105 Greenwood Dr.
 Southlake Texas 76092
 P 817-416-8881 F 817-416-8886
www.kimark.com

JAN 08 2016
 RECEIVED

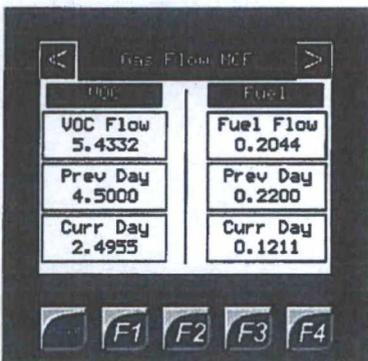
Occidental Oil & Gas

Trey Fournier
 03/18/2015

The Combustor gas flow is based on AGA Report No. 3 Part 2 and Part 3. (API 14.3 Part 3 and API 14.3 Part 2). The calculation is based on the mass flow through an Orifice, measuring the pressure with an atmospheric downstream.



Gas Measurement
 Enter Specific Gravity for VOC and Fuel.
 Enter Orifice size for VOC and Fuel.
 The "Manual Fuel (PSI) is for entering the pressure that the fuel is delivered at.



Totalization
 Instantaneous Flow
 Previous Day Flow
 Current Day Flow
 All are recorded for VOC and Fuel

Randy Allen
 Kimark Systems

For South Carlsbad:

Victor Guadian

575-628-4006 (office)

575-499-6406 (cell)

Terry Coor

575-628-4130 (office)

575-706-3306 (cell)

For North New Mexico:

Don Kendrick

575-628-4132 (office)

575-602-1484 (cell)

Justin Bock

575-628-4003 (office)

575-575-706-4502 (cell)

For Lea County:

Stan Shaver

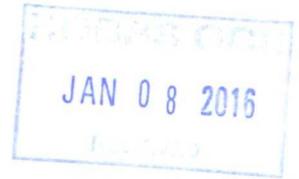
575-397-8261 (office)

575-602-5509 (cell)

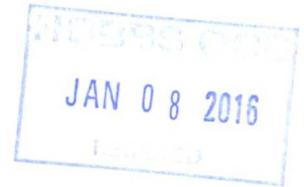
Tony Summers

575-397-8203 (office)

575-390-2319 (cell)



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



**CONDITIONS OF APPROVAL TO INSTALL
VAPOR COMBUSTOR UNIT (VCU)**

1. Comply with NTL-4A requirements.
2. If volume being combusted is less than 50 MCF of gas per day, it is considered "unavoidably lost", therefore, no royalty obligation shall be accrued.
 - a. "Unavoidably Lost" production shall mean (1) those gas vapors which are released from storage tanks or other low-pressure vessels.
3. Combusted volumes over 50 MCF will require payment of royalties and volumes need to be reported on OGOR reports.
4. This approval does not authorize any additional surface disturbance.
5. Comply with any restrictions or regulation when on State or Fee surface.