

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED
OMB No. 1004-0137
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.
NM -077090

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☒ Oil Well

☐ Gas Well

☐ Other

2. Name of Operator
OXY USA Inc.

3a. Address
PO Box 4294 Houston, TX 77210

3b. Phone No. (include area code)
713-366-5303

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1980 FSL & 660 FEL Sec 1 T24S R34E Unit "I"

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Falcon Federal No. 1

9. API Well No.
30-025-32190

10. Field and Pool or Exploratory Area
Antelope Draw Delaware

11. Country or Parish, State
Lea County, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" 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 <u>Test and return to production</u>
	<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 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat 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.)

5/17/10 MIRU PU. Check pump and stroke. POH w/ completion assembly. Drop standing valve, load and test tubing. Retrieve standing valve, RIH w/new tubing anchor, pump, and completion assembly as pulled. Changed out propane tank (fuel source) and return to production. Pumped off water and began to make oil. At current operating costs economic production is 2 BOPD. The well is currently averaging 8 BOPD and 26 BWPD. Recent well tests are attached. 179 BO was sold in June 2010.

Well Name	^Date	Oil	Water	Total Gas	Duration (Hrs)
FALCON-001	06/22/2010	22	33	0	24
FALCON-001	06/24/2010	0	63	0	24
FALCON-001	06/26/2010	3	38	0	24
FALCON-001	06/30/2010	8	30	0	24
FALCON-001	07/01/2010	8	30	0	24
FALCON-001	07/02/2010	11	36	0	24
FALCON-001	07/03/2010	8	33	0	24
FALCON-001	07/04/2010	11	30	0	24
FALCON-001	07/05/2010	8	36	0	24
FALCON-001	08/01/2010	8	26	0	24

RECEIVED

SEP 07 2010

HOBBSOCD

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Elizabeth S. Bush-Ivie, P.E.

Title Regulatory Team Leader

Signature

Elizabeth S. Bush-Ivie, P.E.

Date 08/04/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

ELG 9-7-10

Title

Office

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.

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.

(Instructions on page 2)

SEP 07 2010

pm

ACCEPTED FOR RECORD

AUG 25 2010

/s/ Chris Walls

BUREAU OF LAND MANAGEMENT

CARLSBAD FIELD OFFICE