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OCCIDENTAL PETROLEUM CORP /DE/
Form 11-K
June 29, 2005

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 11-K

(Mark One)

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934 [NO FEE REQUIRED]

For the fiscal year ended December 31, 2004

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934 [NO FEE REQUIRED]

For the transition period from _____ to _____

Commission file number: 1-9210

A. Full title of the plan and the address of the plan, if different from
that of the issuer named below:

Occidental Petroleum Corporation Savings Plan

B. Name of issuer of the securities held pursuant to the plan and the
address of its principal executive office:

Occidental Petroleum Corporation
10889 Wilshire Boulevard
Los Angeles, California 90024

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the
trustees (or other persons who administer the Plan) have duly caused this annual
report to be signed on its behalf by the undersigned hereunto duly authorized.

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

By s:/Jim A. Leonard/

James A. Leonard - Member of the
Occidental Petroleum Corporation
Pension and Retirement Plan Administrative Committee

Dated: June 28, 2005

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OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Financial Statements and Supplemental Schedules

December 31, 2004 and 2003

(With Report of Independent Registered Public Accounting Firm Thereon)

WLA11572AC PCAOB

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

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Note: Supplemental schedules have been omitted because they are not applicable or are not required by 29 CFR 2520.103-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, as amended.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

The Occidental Petroleum Corporation
Pension and Retirement Plan Administrative Committee:

We have audited the accompanying statements of net assets available for benefits of the Occidental Petroleum Corporation Savings Plan (the Plan) as of December 31, 2004 and 2003 and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2004 and 2003 and the changes in net assets available for benefits for the years then ended in conformity with U.S. generally accepted accounting principles.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. These supplemental schedules are the responsibility of the Plan's management. The supplemental schedules have been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

/s/ KPMG LLP
 Los Angeles, California
 June 24, 2005

OCCIDENTAL PETROLEUM CORPORATION
 SAVINGS PLAN
 Statements of Net Assets Available for Benefits
 December 31, 2004 and 2003
 (Dollar amounts in thousands)

	2004	2003
	-----	-----
Assets:		
Investments:		
At fair value:		
Cash and cash equivalents	\$ 21,162	10,900
Common stock	552,201	508,632
Mutual funds	391,134	353,930
Participant loans	17,942	16,735
Plan interest in Master Trusts	60,963	3,323
At contract value:		
Guaranteed investment contracts	197,625	167,755
	-----	-----
Total investments	1,241,027	1,061,275
	-----	-----
Receivables:		
Interest and dividends	2,564	2,886
Participant contributions	--	1,561

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Employer contributions	--	911
Due from broker for securities sold	5,850	195
	-----	-----
Total receivables	8,414	5,553
	-----	-----
Total assets	1,249,441	1,066,828
	-----	-----
Liabilities:		
Accrued expenses	51	57
Due to broker for securities purchased	6,591	113
	-----	-----
Total liabilities	6,642	170
	-----	-----
Net assets available for benefits	\$ 1,242,799	1,066,658
	=====	=====

See accompanying notes to financial statements.

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OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN
Statements of Changes in Net Assets Available for Benefits
Years ended December 31, 2004 and 2003
(Dollar amounts in thousands)

	2004	2003
	-----	-----
Additions:		
Additions to net assets attributable to:		
Investment income:		
Interest and dividend income	\$ 17,320	15,694
Net appreciation in fair value of investments	214,295	243,835
Other income	196	43
	-----	-----
Total investment income	231,811	259,572
	-----	-----
Contributions:		
Participant	40,625	38,549
Employer	22,174	22,479
Participant rollovers	1,556	1,928
	-----	-----
Total contributions	64,355	62,956
	-----	-----
Transfers from other plans	--	1,553
	-----	-----
Total additions	296,166	324,081
	-----	-----
Deductions:		
Deductions from net assets attributable to:		
Benefits paid to participants	119,306	102,148
Plan expenses	719	1,148
	-----	-----
Total deductions	120,025	103,296
	-----	-----

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Net increase	176,141	220,785
Net assets available for benefits:		
Beginning of year	1,066,658	845,873
	-----	-----
End of year	\$ 1,242,799	1,066,658
	=====	=====

See accompanying notes to financial statements.

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OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(1) DESCRIPTION OF THE PLAN

The following description of the Occidental Petroleum Corporation Savings Plan (the Plan) provides only general information. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

(a) GENERAL

The Plan is a defined contribution plan generally available to certain employees of Occidental Petroleum Corporation (OPC, Oxy, or the Employer), a Delaware corporation, and participating subsidiaries (collectively, the Company). The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA).

(b) PLAN ADMINISTRATION

The Plan is administered by the OPC Pension and Retirement Trust and Investment Committee (PARTAIC) as to investment decisions and by the OPC Pension and Retirement Plan Administrative Committee (PARPAC) as to all matters except investment decisions (these two committees are herein referred to collectively as the Committees). Members of the Committees are selected by the board of directors of OPC. The Committees have been given all powers necessary to carry out their respective duties, including, but not limited to, the power to administer and interpret the Plan and to answer all questions affecting eligibility of participants. Effective April 1, 2004, the Bank of New York (the Trustee) is the trustee and custodian of the trust fund, which holds all of the assets of the Plan. Prior to April 1, 2004, The Northern Trust Company was the trustee of the Plan.

(c) CONTRIBUTIONS

Participant Contributions - Participants may contribute up to the maximum contribution percentage of compensation (as defined) to the Plan on a before- or after-tax basis, or in any combination thereof, subject to certain Internal Revenue Code (IRC) limitations. For 2004, the deferral percentage limits were 32% for non-Highly Compensated

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Employees (non-HCEs) and 14% for Highly Compensated Employee (HCEs). For 2003, the deferral percentage limits for a non-HCE were 31% and 14% for HCEs. Participants age 50 or older by the end of the Plan year were permitted to contribute before-tax catch-up contributions to the Plan up to \$3,000 and \$2,000 for the 2004 and 2003 Plan years, respectively.

Employer Matching Contributions - For noncollectively bargained employees, the Company contributed 100% of a participant's contribution up to the first 6% of eligible compensation. For collectively bargained employees, the Company contributed 50%, 75%, or 100% as negotiated by their respective unions, of the first 6% of eligible compensation that a participant contributed to the Plan. All Employer contributions are invested in the Occidental Petroleum Corporation Common Stock Fund (the Oxy Stock Fund).

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OCCIDENTAL PETROLEUM CORPORATION SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(d) PARTICIPANT ACCOUNTS

Each participant's account is credited with the participant's elected contribution, the Employer's respective matching contribution, and allocations of Plan earnings, and charged with an allocation of Plan investment losses and trustee fees. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

(e) VESTING

Participants are vested immediately in their contributions plus actual earnings thereon. Effective June 1, 2002, participants became 100% vested in dividends credited to their balance in the Company Matching Contribution Account under the Oxy Stock Fund on or after June 1, 2002. Vesting in the Company's contribution portion of their accounts is based on years of continuous service. Generally, a participant is 20% vested for each full year of service and is 100% vested after five years of vesting service.

(f) PARTICIPANT LOANS

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of: (i) \$50,000 reduced by the highest outstanding principal loan balance during the preceding 12 months, (ii) 50% of their account balance, or (iii) a loan amount which would require monthly payroll deductions for repayment not greater than 25% of the participant's monthly base compensation. Loan terms range from one to five years for general-purpose loans and six to ten years for primary residence loans. The loans are secured by the balance in the participant's account and bear interest at a fixed rate equal to the Western Federal Credit Union's loan rate for a loan

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secured by a member's deposit account at the time the loan is approved. Interest rates ranged from 2.75% to 7.00% on loans outstanding as of December 31, 2004. Principal and interest is paid ratably through monthly payroll deductions.

(g) DISTRIBUTIONS

Generally, on termination of service for any reason other than death, participants with an account balance greater than \$5,000 may elect to receive the vested portion of their account under one of the following distribution options: (i) one lump-sum payment, (ii) straight-life annuity, (iii) ten-year term certain annuity, (iv) joint and survivor annuity, (v) partial cash distribution, or (vi) deferral of payment with certain restrictions. Upon termination of service due to death, the beneficiary may elect to receive the vested interest in the form of (i), (ii), (iii), or (vi) only. A participant whose vested account balance is \$5,000 or less may receive distributions only under options (i), (v), or (vi). Participants may elect to receive distributions from their account balance in the Oxy Stock Fund in cash or in shares of OPC common stock.

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OCCIDENTAL PETROLEUM CORPORATION SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(h) FORFEITED ACCOUNTS

Forfeited nonvested accounts are used to reduce Employer contributions. During 2004 and 2003, Employer contributions were reduced by approximately \$298,000 and \$186,000 from forfeited nonvested accounts, respectively. Unallocated forfeitures at December 31, 2004 and 2003 were not significant to the financial statements. Effective August 2, 2004, Plan forfeitures are used to pay Plan expenses before reducing Employer contributions.

(i) INVESTMENT OPTIONS

The Plan offers various investment options which are managed by several outside investment managers. Upon enrollment in the Plan, participants may direct their contributions, in 1% increments, among any of the investment options offered at the time. Participants may change their investment options daily. Participants are provided a Plan fund description pamphlet for a complete description of the investment options and for the detailed composition of each investment fund. If a participant does not make an investment election, his or her elected contributions automatically are invested in the Plan's Stable Value Fund.

(j) PLAN AMENDMENTS

Effective August 2, 2004, the Plan was amended to allow forfeitures to be used to pay the reasonable costs of administering the Plan and any remaining forfeitures to be used to reduce Employer matching

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contributions. In addition, participants who met age and vesting service requirements may elect to diversify Oxy stock held in the Company matching account into other investment funds. The changes were to be implemented in three phases based on the participant's age and vesting service under the Plan.

(k) PLAN MERGERS

Effective September 12, 2003, all accounts not distributed from the Oxy Permian Savings Plan, which was terminated effective March 31, 2002, were merged into the Plan. Approximately \$1,553,000 was transferred into the Plan in September 2003.

(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF ACCOUNTING

The financial statements of the Plan are prepared under the accrual method of accounting. Certain reclassifications have been made to the 2003 financial statements to be consistent with the current year presentation.

(b) USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

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(Continued)

OCCIDENTAL PETROLEUM CORPORATION SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(c) INVESTMENT VALUATION AND INCOME RECOGNITION

The Plan's investments are stated at fair value except for the investments in guaranteed investment contracts (fully benefit-responsive investment contracts) which are valued at contract value (notes 3 and 5). Quoted market prices are used to value investments. Shares of mutual funds are valued at the net asset value of shares held by the Plan at year-end. Participant loans are valued at cost, which approximates fair value.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on an accrual basis. Dividends are recorded on the ex-dividend date.

Realized gains and losses on investments are based on the market value of the asset at the beginning of the year or at the time of purchase for assets purchased during the year, and the related fair value on the day the investments are sold during the year. Unrealized gains and

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losses of investments are based on the market value of the assets at the beginning of the year or at the time of purchase for assets purchased during the year, and the related fair value at the end of the year. Net realized and unrealized appreciation (depreciation) in fair value of investments is reflected in the accompanying statement of changes in net assets available for benefits as "net appreciation in fair value of investments."

(d) PAYMENT OF BENEFITS

Benefits are recorded when paid.

(e) RISKS AND UNCERTAINTIES

The Plan invests in various types of investment securities, including mutual funds, actively managed funds, and the Oxy Stock Fund. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of net assets available for benefits.

Additionally, some mutual funds invest in the securities of foreign companies, which involves special risks and considerations not typically associated with investing in U.S. companies. These risks include devaluation of currencies, less reliable information about issuers, different securities transaction clearance and settlement practices, and possible adverse political and economic developments. Moreover, securities of many foreign companies and their markets may be less liquid and their prices more volatile than similar types of securities of comparable U.S. companies.

Derivative financial instruments are used by the Plan's equity and fixed-income investment managers to remain fully invested in the asset class and to hedge currency risk. Leveraging of the Plan assets and speculation are prohibited.

As of December 31, 2004 and 2003, approximately 44% and 43% of total Plan investments, respectively, were invested in the Oxy Stock Fund.

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(3) INVESTMENTS

The following presents investments that represent 5% or more of the Plan's net assets (dollar amounts in thousands):

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	2004	2003
Oxy Stock*	\$ 525,498	447,535
Invesco Fund	197,625	167,755
Vanguard Employee Benefit Index Fund	170,812	169,976
Dodge & Cox Balanced Fund	69,181	60,447
All other investments less than 5%	277,911	215,562
Total investments	\$ 1,241,027	1,061,275

* Participant- and nonparticipant-directed.

During 2004 and 2003, the Plan's investments (including gains and losses on investments bought and sold, as well as held during the year) appreciated in value by approximately \$214,295,000 and \$243,835,000, respectively, as follows (dollar amounts in thousands):

	2004	2003
Common stock	\$ 160,924	164,188
Mutual funds	46,591	79,080
Interest in Master Trusts	6,780	567
	\$ 214,295	243,835

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(Continued)

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(4) OXY STOCK FUND

Information regarding the net assets and the significant components of the changes in net assets relating to the Oxy Stock Fund, which includes both participant- and nonparticipant-directed investments is as follows (dollar amounts in thousands):

DECEMBER 31	
2004	2003

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Net assets:
 Oxy Stock Fund \$ 546,964 457,576

	YEAR ENDED DECEMBER 31	
	2004	2003
Changes in net assets:		
Contributions	\$ 26,524	24,724
Investment income	10,914	11,415
Net appreciation in fair value of investments	158,115	149,051
Transfers between funds	(40,319)	(13,557)
Benefits paid to participants	(65,737)	(44,745)
Administrative expenses	(109)	(90)
	\$ 89,388	126,798

(5) GUARANTEED INVESTMENT CONTRACTS

The Invesco Fund (the Fund) includes investments in guaranteed investment contracts (GICs) and synthetic GICs. Both the Plan and the OPC Retirement Plan are invested in the Fund, managed by Invesco. The Plan's investment in the Fund is 45.89% and 41.45% at December 31, 2004 and 2003, respectively. The Plan's investments in GICs are included in the statements of net assets available for benefits at contract value (which represents contributions made under the contract plus earnings, less withdrawals and administrative expenses) because they are fully benefit responsive. For example, participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

Withdrawals resulting from events initiated by the Company, such as Plan termination, are not typically considered participant-initiated transactions. With such an event, some of the contracts contain contingencies that could lead to withdrawal penalties. However, since no such events are being contemplated at this time or the withdrawals resulting from such an event will be funded outside the contracts' provisions, these "potential" limitations do not jeopardize the contract value reporting for these investments.

Contract value for the synthetic GICs is determined based on the fair value of the assets underlying the synthetic GICs. The difference between the fair value of the assets underlying the synthetic GICs and the contract value of the GICs is the value of the "wrapper" contract issued by a third party. The fair value for GICs varies based on the type of contract held (e.g., security-backed investments and general account investments). Fair value of the general account investment type GICs is derived by comparing the contract

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Notes to Financial Statements

December 31, 2004 and 2003

value, on a duration basis, to the yield curve. Fair value of the nonparticipating synthetic GICs is determined by comparing each contract, on a duration basis, to a Treasury yield curve at year-end, plus 40 basis points. Fair value for security-backed investment contracts was derived from outside sources, based on the type of investment held.

GICs provide a fixed crediting interest rate, and a financially responsible entity guarantees liquidity at contract value prior to maturity for any and all participant-initiated benefit withdrawals, loans, or transfers arising under the terms of the Plan, which allows access for all participants.

Synthetic GICs operate similarly to a separate account guaranteed investment contract, except that the assets are placed in a trust with ownership by the Plan rather than a separate account of the issuer and a financially responsible third party issues a wrapper contract that provides that participants can, and must, execute Plan transactions at contract value.

Inasmuch as trust assets are owned by the Plan, the wrapper contract and the assets in trust are separately valued and disclosed. The wrapper contract is valued at the difference between the fair value of the trust assets and the contract value attributable by the wrapper to such assets. When considered together, the trust assets and the wrapper contract are reported at the wrapper contract value because participants are guaranteed return of principal and accrued interest.

During 2004 and 2003, the average yield earned on amounts invested in the GICs was 4.62% and 4.69%, respectively. As of December 31, 2004 and 2003, the average crediting interest rate on such contracts was 4.59% and 4.73%, respectively. There were no valuation reserves recorded to adjust contract amounts during the Plan years. Crediting rate resets are applied to specific investment contracts, as determined at the time of purchase. The reset values for security-backed investment rates are a function of contract value, market value, yield, and duration. General account investment rates are based on a predetermined index rate of return, plus a fixed-basis point spread.

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OCCIDENTAL PETROLEUM CORPORATION SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

The following is a reconciliation between the contract value and the fair value of the GICs at December 31, 2004 (dollar amounts in thousands):

CREDITING

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	DURATION (YEARS)	INTEREST RATE PERCENTAGE	CONTRACT VALUE
	-----	-----	-----
Security-backed investments:			
Synthetics:			
Bank of America NT & SA	1.71	4.32	\$
ING Life Ins & Ann Co (#60032)	2.39	3.81	
ING Life Ins & Ann Co (#60072)	2.31	3.11	
JP Morgan Chase	3.54	5.07	
Metropolitan Life	2.39	5.09	
Monumental Life Ins. Co. #00595	4.14	5.71	
State Street Bank	3.54	4.56	
UBS AG	1.71	4.19	
John Hancock Life Insurance	1.71	6.31	
Total synthetics			----- 1
General account investments:			
Monumental Life Insurance Co.	1.43	5.05	
IRT Stable Value Fund	2.98	3.74	
Total general account investments			----- -----
Short-term investment fund:			
Bank of New York			
Total guaranteed investment contracts			----- 1
Less synthetic wrappers			
Less difference between the fair value and contract values on the nonsynthetic GICs			
Total contract value of guaranteed investment contracts			----- \$ 1 =====

1 The difference of \$62,000 between the fair value and the contract value of the guaranteed investment contracts is due to the security-backed investments and general account investments that do not have synthetic wrappers associated with them.

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

The following is a reconciliation between the contract value and the fair value of the GICs at December 31, 2003 (dollar amounts in thousands):

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	DURATION (YEARS)	CREDITING INTEREST RATE PERCENTAGE	CONT VAL
	-----	-----	-----
Security-backed investments:			
Synthetics:			
Bank of America NT & SA	1.93	5.28	\$
ING Life Ins & Ann Co.	2.46	4.22	
JP Morgan Chase	3.65	4.48	
Metropolitan Life	2.46	5.53	
Monumental Life Ins. Co. #00285	0.08	1.53	
Monumental Life Ins. Co. #00595	4.49	5.83	
State Street Bank	3.65	4.51	
UBS AG	1.93	4.98	
ING Life Ins & Ann Co.	1.90	2.99	
John Hancock Life Insurance	1.93	5.80	
Total Synthetics			1
General account investments:			
Monumental Life Insurance Co.	2.43	5.05	
SunAmerica Life Insurance Co.	0.01	7.97	
IRT Stable Value Fund	2.98	3.74	
Total general account investments			
Short-term investment fund:			
Northern Trust Company			
Total guaranteed investment contracts			1
Less synthetic wrappers			
Less difference between the fair value and contract values on the nonsynthetic GICs			
Total contract value of guaranteed investment contracts			\$ 1

2 The difference of \$125,000 between the fair value and the contract value of the guaranteed investment contracts is due to the security-backed investments and general account investments that do not have synthetic wrappers associated with them.

(6) INVESTMENT IN MASTER TRUSTS

The Plan invests in two Master Trust Investment Accounts (MTIA), a convertible bond fund managed by Advent Capital Management (Advent MTIA), and a small cap equity fund managed by Alliance Bernstein Institutional Investment Management (Bernstein MTIA). The Plan and the OPC Master Retirement Trust (MRT) each owns an undivided interest in these MTIAs.

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Notes to Financial Statements

December 31, 2004 and 2003

At December 31, 2004 and 2003, the Plan's investment in the assets of Advent MTIA represented an individual interest of approximately 12% and 15%, respectively. The following table presents the aggregate fair value of investments held by, and investment income earned by, the Advent MTIA, in which the Plan owns an undivided interest, as stated above (dollar amounts in thousands):

	DECEMBER 31
	----- 2004 -----
Investments at fair value as determined by quoted market price:	
Short-term investments	\$ 464
Common stock	727
Preferred stock	9,393
Corporate bonds	16,365

	\$ 26,949
	=====

	YEAR ENDED DECEMBER 31
	----- 2004 -----
Investment income (loss):	
Net appreciation in fair value of investments:	
Common stock	\$ 54
Preferred stock	91
Corporate bonds	379

	524
Interest and dividends	848
Less investment expenses	(186)

	\$ 1,186
	=====

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OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

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Effective July 1, 2004, the Plan and the MRT combined their respective Alliance Bernstein investment accounts into the Bernstein MTIA. At December 31, 2004, the Plan's investment in the assets of the Bernstein MTIA represented an individual interest of approximately 49%. The following table presents the aggregate fair value of investments held by, and investment income earned by, the Bernstein MTIA, in which the Plan owns an undivided interest, as stated above (dollar amounts in thousands):

	DECEMBER 31 2004

Investments at fair value as determined by quoted market price:	
Short-term investments	\$ 9,462
Common stock	108,785

	\$ 118,247
	=====
	YEAR ENDED DECEMBER 31 2004

Investment income (loss):	
Net appreciation in fair value of investments:	
Common stock	\$ 29,218
Interest and dividends	568
Less investment expenses	(370)

	\$ 29,416
	=====

(7) RELATED PARTY TRANSACTIONS

The Trustee and OPC are parties in interest as defined by ERISA. The Trustee invests certain Plan assets in its Collective Short-Term Investment Fund and the OXY Stock Fund. Such transactions qualify as party-in-interest transactions permitted by the Department of Labor regulations. Expenses paid by the Plan to the Trustee for the years ended December 31, 2004 and 2003 were insignificant.

(8) PLAN TERMINATION

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants would become 100% vested in their Employer contributions.

(9) TAX STATUS

The Internal Revenue Service has determined and informed the Company by a

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letter dated June 14, 2004, that the Plan and related trust are designed in accordance with applicable sections of the IRC. The Committees, using their judgment and the advice of their advisors, believe that the Plan is currently designed and operating in a manner that preserves its tax-qualified status.

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OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Notes to Financial Statements

December 31, 2004 and 2003

(10) RECONCILIATION OF THE FINANCIAL STATEMENTS TO THE FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500 (dollar amounts in thousands):

	2004	2003
	-----	-----
Net assets available for benefits per the financial statements	\$ 1,242,799	1,242,799
Amounts allocated to withdrawing participants	(1,534)	(1,534)
	-----	-----
Net assets available for benefits per the Form 5500	\$ 1,241,265	1,241,265
	=====	=====

The following is a reconciliation of benefits paid to participants per the financial statements to the Form 5500 for the years ended December 31, 2004 and 2003 (dollar amounts in thousands):

	2004	2003
	-----	-----
Benefits paid to participants per the financial statements	\$ 119,306	119,306
Amounts allocated to withdrawing participants at December 31, 2004	1,534	1,534
Amounts allocated to withdrawing participants at December 31, 2003	(762)	(762)
Amounts allocated to withdrawing participants at December 31, 2002	--	--
	-----	-----
Benefits paid to participants per the Form 5500	\$ 120,078	120,078
	=====	=====

Amounts allocated to withdrawing participants are recorded on the Form 5500 for benefit payments that have been processed and approved for payment prior to December 31, but are not yet paid as of that date.

SCHEDULE 1

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Schedule H, Line 4i - Schedule of Assets (Held at End of Year)

December 31, 2004

(Dollar amounts in thousands)

(A)	(B)	(C)
RELATED PARTY	IDENTITY OF ISSUER, BORROWER, LESSOR, OR SIMILAR PARTY	DESCRIPTION OF INVESTMENT, INCLUDING MATURITY DATE, RATE OF INTEREST, COLLATERAL, PAR, MATUR VALUE, OR DURATION
	Cash and cash equivalents	
	Common stock:	
	ADC Telecommunications Inc.	Common stock, 38,600 shares
	Allstate Corp. Co.	Common stock, 5,500 shares
	Altria Group Inc. (fka Phillip Morris)	Common stock, 4,500 shares
	American Electric Pwr Co. Inc.	Common stock, 9,100 shares
	American International Group Inc.	Common stock, 3,500 shares
	Arrow Electr Inc.	Common stock, 6,300 shares
	Avnet Inc.	Common stock, 7,000 shares
	Bank America Corp.	Common stock, 19,974 shares
	Boeing Company	Common stock, 7,400 shares
	Borg Warner Inc.	Common stock, 6,000 shares
	BP PLC Spons ADR	Common stock, 13,100 shares
	Burl Northn Santa Fe Corp.	Common stock, 4,500 shares
	ChevronTexaco Corp.	Common stock, 10,000 shares
	Chubb Corp.	Common stock, 7,000 shares
	Citigroup Inc.	Common stock, 23,700 shares
	Comcast Corp. New	Common stock, 12,100 shares
	Conocophillips	Common stock, 9,100 shares
	Cooper Industries Inc.	Common stock, 4,800 shares
	CSX Corp.	Common stock, 10,800 shares
	Federal Home Loan Mtg. Corp.	Common stock, 5,700 shares
	Federal Natl Mtg. Assn.	Common stock, 7,225 shares
	Federated Dept. Stores Inc.	Common stock, 4,600 shares
	Flextronics Intl Ltd	Common stock, 18,400 shares
	General Electric Co.	Common stock, 31,900 shares
	Glaxo Smithkline PLC	Common stock, 10,500 shares
	Goldman Sachs Group Inc.	Common stock, 2,300 shares
	Hartford Financial Services Group Inc.	Common stock, 2,700 shares
	HCA Inc.	Common stock, 10,200 shares
	Hewlett Packard Co.	Common stock, 36,300 shares
	Ingram Micro Inc.	Common stock, 11,575 shares
	Interpublic Group of Companies Inc.	Common stock, 12,300 shares
	Jones Apparel Group Inc.	Common stock, 6,800 shares
	JPMorgan Chase & Co.	Common stock, 19,400 shares
	Kroger Co.	Common stock, 13,300 shares
	Lear Corp.	Common stock, 6,200 shares

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	Lehman Bros Hldgs Inc.	Common stock, 7,175 shares
	Magna Intl Inc.	Common stock, 3,300 shares
	McDonald's Corp.	Common stock, 12,800 shares
	Meadwestva Co. Corp.	Common stock, 11,464 shares
	Medco Health Solutions Inc.	Common stock, 11,900 shares
	Metlife Inc.	Common stock, 11,200 shares
	Microsoft Corp.	Common stock, 19,900 shares
	National City Corp.	Common stock, 15,700 shares
	Norfolk Southern Corp.	Common stock, 19,300 shares
	Nortel Networks Corp.	Common stock, 33,200 shares
**	***Occidental Petroleum Corp.	Common stock, 9,004,424 shares
	Office Depot Inc.	Common stock, 22,500 shares
	Pepsico Inc.	Common stock, 9,700 shares
	Pfizer Inc.	Common stock, 13,340 shares
	Procter & Gamble Co.	Common stock, 4,800 shares
	Safeway Inc.	Common stock, 17,900 shares
	Sanmina-Sci Corp.	Common stock, 14,300 shares
	Smurfit-Stone Container Corp.	Common stock, 14,800 shares
	Solectron Corp.	Common stock, 46,425 shares
	Sprint Corp. (Fon Group)	Common stock, 14,000 shares
	St. Paul Travelers Companies Inc.	Common stock, 9,664 shares

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(Continued)

SCHEDULE 1

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN

Schedule H, Line 4i - Schedule of Assets (Held at End of Year)

December 31, 2004

(Dollar amounts in thousands)

(A)	(B)	(C)
RELATED PARTY	IDENTITY OF ISSUER, BORROWER, LESSOR, OR SIMILAR PARTY	DESCRIPTION OF INVESTMENT, INCLUDING MATURITY DATE, RATE OF INTEREST, COLLATERAL, PAR, MATUR VALUE, OR DURATION
	Suntrust Banks Inc.	Common stock, 5,200 shares
	Target Corp.	Common stock, 7,700 shares
	Tech Data Corp.	Common stock, 4,900 shares
	Tellabs Inc.	Common stock, 33,500 shares
	Textron Inc.	Common stock, 10,100 shares
	Time Warner Inc.	Common stock, 30,100 shares
	Torchmark Corp.	Common stock, 5,300 shares
	Unilever NV NY Share F	Common stock, 3,700 shares
	V F Corp.	Common stock, 1,400 shares
	Wachovia Corp.	Common stock, 10,000 shares

Total common stock

Participant loans:

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**

1,647 participant loans, various maturities, interest rates range from 2.0% - 7.0%, balances collateralized by participant account

Guaranteed investment contracts:

Stable Value Fund:

Nonsynthetic guaranteed investment contracts:

IRT Stable Value Fund	#20949-087, Yield 4.05%
Short-term investment fund	#894000 Maturity 1/1/05, Yield 2.05%
Monumental Life Ins Co.	#SV-04253Q Maturity 6/5/06, Yield 5.00%

Underlying assets
Less difference between the fair value and contract values on the nonsynthetic GICs

Total nonsynthetic guaranteed investment contracts

Synthetic guaranteed investment contracts:

John Hancock Life Insurance Wrapper	#9698, Yield 6.31% Synthetic Wrapper Agreement
-------------------------------------	---

Total Contract Value of John Hancock Life Insurance

Bank of America Wrapper	#01-204, Yield 4.32% Synthetic Wrapper Agreement
-------------------------	---

Total Contract Value of Bank of America

ING Life Ins & Ann Co. Contract Wrapper	#60032, Yield 3.81% Synthetic Wrapper Agreement
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Total Contract Value of ING Life Insurance & Ann Co. Contract

JP Morgan Chase Wrapper	#429939-MIA, Yield 5.07% Synthetic Wrapper Agreement
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Total Contract Value of JP Morgan Chase

Metropolitan Life Insurance Co. Wrapper	#28821, Yield 5.09% Synthetic Wrapper Agreement
---	--

Total Contract Value of Metropolitan Life Insurance Co.

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SAVINGS PLAN

Schedule H, Line 4i - Schedule of Assets (Held at End of Year)

December 31, 2004

(Dollar amounts in thousands)

(A) RELATED PARTY	(B) IDENTITY OF ISSUER, BORROWER, LESSOR, OR SIMILAR PARTY	(C) DESCRIPTION OF INVESTMENT, INCLUDING MATURITY DATE, RATE OF INTEREST, COLLATERAL, PAR, MATUR VALUE, OR DURATION
	Monumental Life Ins Co. Wrapper	#00595TR, Yield 5.71% Synthetic Wrapper Agreement Total Contract Value of Monume Life Ins Co.
	State Street Bank Wrapper	#103093, Yield 4.56% Synthetic Wrapper Agreement Total Contract Value of State Street Bank
	UBS AG Wrapper	#5152, Yield 4.19% Synthetic Wrapper Agreement Total Contract Value of UBS AG
	ING Life Ins & Ann Co. Contract Cash US Treasury US Treasury US Treasury	-- Maturity 8/15/07, Yield 2.75% Maturity 11/15/07, Yield 2.63% Maturity 11/15/04, Yield 5.88%
	ING Life Ins & Ann Co. Wrapper	Underlying Assets Synthetic Wrapper Agreement Total Contract Value of ING Li Ins & Ann Co. Contract Total guaranteed investment co
Mutual funds:		
	MFO Causeway Cap Mgmt. Intl Value Inst'l	1,430,817 shares
	MFO Cmg Hi Yield Fd	439,210 shares
	MFO Dodge & Cox Balanced Fd	871,848 shares
	MFO Fidelity Magellan Fd Inc Open End Fd	461,607 shares
	MFO Hbr Fd Cap Appreciation Fd	449,583 shares
	MFO Pimco Fds Pac Invt Mgmt Ser	1,136,601 shares
	MFO Vanguard Emp Benefit Index Fd	1,618,458 shares
	MFO Vanguard Mid-Cap Index Inst'l Fd	1,726,537 shares

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MFO Vanguard Reit Index Inst'l Fund	1,961,741 shares
	Total mutual funds
Plan Interest in Master Trusts:	
Advent Unit Master Trust	299,952 shares
MFO Alliance Bernstein Small Cap	5,061,834 shares
	Total Plan Interest in Master
	Total

- * Cost information omitted for participant-directed investment.
- ** Party-in-interest investment.
- *** Includes nonparticipant-directed investments. No investment transactions exceeded 5% of the Plan's net assets.

See accompanying report of independent registered public accounting firm.

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SCHEDULE 2

OCCIDENTAL PETROLEUM CORPORATION
SAVINGS PLAN
Schedule H, Line 4j - Schedule of Reportable Transactions
Year ended December 31, 2004
(Dollar amounts in thousands)

IDENTITY OF PARTY INVOLVED	DESCRIPTION OF ASSET (INCLUDE INTEREST RATE AND MATURITY IN CASE OF LOAN)	PURCHASE PRICE	SELLING PRICE	LEASE RENTAL	EX INC W TR AC
Series of transactions:					
Invesco	Oxy Invesco Units:				
	114 Acquisitions	\$ 60,267	--	--	
	86 Dispositions	--	34,439	--	
Alliance Bernstein Inst Inv Management	Alliance Bernstein Small Cap Units:				
	80 Acquisitions	57,233	--	--	
	56 Dispositions	--	6,140	--	
* The Bank of New York	Collective Short-Term Investment Fund:				
	593 Acquisitions	105,117	--	--	
	352 Dispositions	--	83,948	--	

* Represents a party-in-interest as defined by ERISA.

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See accompanying report of independent registered public accounting firm.

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EXHIBIT INDEX

Exhibit
No.

Exhibit

23.1 Consent of Independent Registered Public Accounting Firm