5 Greenway Plaza, Suite 110, Houston, Texas 77046 P.O. Box 4294, Houston, Texas 77210-4294 Direct: 713.497.2203 Eric Fortier@Oxy.com

December 14, 2023

Re: Request for Pool and Lease Commingling and Off-lease Measurement and Sales for Gas Production at Facilities in Red Tank Area

- Taco Cat Battery PLC 790
- Avogato Battery PLC 596A
- Red Tank 27-28 OGS OLM 269
- Red Tank 26 CPF Train #2 (Stack Cats) CTB 1097
- Red Tank 26 CPF Train #1 (Llama Mall) Pending Approval

#### Dear Interest Owner:

This is to advise you that OXY USA INC is filing an application with the NMOCD to commingle gas production at the facilities listed above. Each facility has a sales-quality orifice meter (BLM gas FMP or equivalent meter) that continuously measures gas volume before it leaves the facility. Any commingling of wells upstream of these meters has been approved according to the Orders for each individual facility (listed above).

This commingle request includes the current and future wells in the leases and pools listed in the application. A copy of the application submitted to the Division is attached.

Any objections or requests for a hearing regarding this application must be submitted to the New Mexico Oil Conservation Division Santa Fe Office within 20 Days from the date of this letter. Pursuant to Statewide rule 19.15.12.10(C)(4)(g) OXY USA INC requests the option to include additional pools or leases within the defined parameters set forth in the Order for future additions.

For questions regarding this application, please contact Eric Fortier at (713) 497-2203 or Eric\_Fortier@oxy.com.

Respectfully,

OXY USA INC Eric Fortier

Staff Regulatory Engineer

in Ten

Eric\_Fortier@oxy.com

District I 1625 N. French Drive, Hobbs, NM 88240 District II 811 S. First St., 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 Department

Form C-107-B Revised August 1, 2011

# **OIL CONSERVATION DIVISION**

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION	FOR SURFACE	<u>COMMINGLI</u> NG	G (DIVERSE	OWNERSHIP)	
OPERATOR NAME: OXY US	A INC.				-
DPERATOR ADDRESS: PO BOX 4294, HOUSTON, TX, 77210					
APPLICATION TYPE:					
☐ Pool Commingling ☐ Lease Commingling	☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)				
	State				
Is this an Amendment to existing Order		"Yes", please include			_
Have the Bureau of Land Management ⊠Yes □No	(BLM) and State Land	d office (SLO) been not	tified in writing	of the proposed comm	ingling
		OL COMMINGLIN ts with the following in			
	Gravities / BTU of	Calculated Gravities /		Calculated Value of	
(1) Pool Names and Codes	Non-Commingled Production	BTU of Commingled Production		Commingled Production	Volumes
SEE ATTACHED					
		1		1	
		†		1	
		1		1	
(3) Has all interest owners been notified b (4) Measurement type:	<ul> <li>(3) Has all interest owners been notified by certified mail of the proposed commingling?          ☐ No.</li> <li>(4) Measurement type:       ☐ Other (Specify) EACH FACILITY HAS A SALES QUALITY METER</li> </ul>				
		SE COMMINGLIN ts with the following in			
(1) Pool Name and Code. (2) Is all production from same source of supply? ☐ Yes ☐ No (3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No (4) Measurement type: ☐ Metering ☐ Other (Specify)					
	(C) DOOL and	LI EASE COMMIN	CLINC		
(C) POOL and LEASE COMMINGLING  Please attach sheets with the following information					
(1) Complete Sections A and E.					
(I		ORAGE and MEA ets with the following			
(1) Is all production from same source of					
(2) Include proof of notice to all interest of					
(E) AI		DRMATION (for all ts with the following in		ypes)	
(1) A schematic diagram of facility, include					
(2) A plat with lease boundaries showing		ions. Include lease number	ers if Federal or St	ate lands are involved.	
(3) Lease Names, Lease and Well Number	rs, and API Numbers.				
I hereby certify that the information above is	true and complete to the	e best of my knowledge an	d belief.		
SIGNATURE:		ITLE:_REGULATORY E		DATE: 12/	14/2023
TYPE OR PRINT NAME_ERIC FORTIEI	_			(713) 497-2203	
E-MAIL ADDRESS: ERIC FORTIER@				_(.10) 0, 2200	

RECEIVED:	REVIEWER:	TYPE:	APP NO:	
	- Geologia	ABOVE THIS TABLE FOR OCCIDE O OIL CONSERVA Cal & Engineering ancis Drive, Sant	<b>ATION DIVISION</b> g Bureau –	O NEW WOOD
		ATIVE APPLICATI		
THIS	CHECKLIST IS MANDATORY FOR AL REGULATIONS WHICH RE		ATIONS FOR EXCEPTIONS TO DIVISION LEVEL IN SANTA FE	
Applicant: OXY U				Number: <u>16696</u>
	CK CATS 25_36 FED COM 22H & C			025-51752 & OTHERS
OOI: WC-023 G-08 S.	223227D;UPPER WOLFCAMP & C	THERS	Pool C	ode: 98286 & OTHERS
1) TYPE OF APPI	LICATION: Check those	INDICATED BELO which apply for [A	<b>ow</b> ]	HE TYPE OF APPLICATION
	n – Spacing Unit – Simult  NSL	aneous Dedication $\square$ NS		<u> </u>
[I] Con  [II] Inje  2) NOTIFICATIO  A. Offse  B. Royo  C. Appl  D. Notif  E. Notif  F. Surfo  G. For o  H. No n	nmingling – Storage – M mmingling – Storage – M DHC	TO PC Core Increase – Enhance Increase – Enhance WD IPI Established Enhance Pent approval by SLent approval by BLE Inotification or put	anced Oil Recover OR PPR  /.  /ners  O  M  ablication is attache	FOR OCD ONLY  Notice Complete  Application Content Complete
administrativ	e approval is accurate of the hold had no action will be taked are submitted to the Div	and <b>complete</b> to t ken on this applice	he best of my know	vledge. I also
1	Note: Statement must be comple	ted by an individual with	managerial and/or super	visory capacity.
			12/14/2023 Date	
ERIC FORTIER			Dale	
Print or Type Name	)		(713) 497-2203	
			Phone Number	
( -	<u> </u>			
B			ERIC_FORTIER@C	OXY.COM
Signature			e-mail Address	

# APPLICATION FOR POOL LEASE COMMINGLE & OFF-LEASE MEASUREMENT AND SALES Gas Production at Various Facilities in Red Tank Area

OXY USA INC requests approval for an amendment to PLC 835C for gas production for the facilities listed below. The gas sales meter is located at A-30-22S-33E.

Each facility has a sales-quality orifice meter (BLM gas FMP or equivalent meter) that continuously measures gas volume before it leaves the facility. Any commingling of wells upstream of these meters has been approved according to the Commingle Orders for each individual facility (listed below).

This commingle request also includes future wells within the same pools and leases/CAs of the wells listed below.

## **NEW FACILITIES**

Red Tank 26 CPF Train #2 (G-26-T22S-R32E) Allocation by well test is pending approval for new wells

Red Tank 26 Train #2 (Stack Cats) - New	Pending
Wells to be Added	API
Stack Cats 25-36 Federal Com 22H	30-025-51752
Stack Cats 25-36 Federal Com 23H	30-025-51753
Stack Cats 25-36 Federal Com 24H	30-025-51754
Stack Cats 25-36 Federal Com 25H	30-025-51755
Stack Cats 25-36 Federal Com 26H	30-025-51756
Red Tank 26 Train #2 (Stack Cats) - Existing	CTB 1097
Wells Existing at Facility	API
Wells Existing at Facility Stack Cats 25-36 Federal Com 31H	<b>API</b> 30-025-50949
Stack Cats 25-36 Federal Com 31H	30-025-50949
Stack Cats 25-36 Federal Com 31H Stack Cats 25-36 Federal Com 32H	30-025-50949 30-025-50950
Stack Cats 25-36 Federal Com 31H Stack Cats 25-36 Federal Com 32H Stack Cats 25-36 Federal Com 33H	30-025-50949 30-025-50950 30-025-50951
Stack Cats 25-36 Federal Com 31H Stack Cats 25-36 Federal Com 32H Stack Cats 25-36 Federal Com 33H Stack Cats 25-36 Federal Com 34H	30-025-50949 30-025-50950 30-025-50951 30-025-50952

#### **EXISTING FACILITIES**

Red Tank 26 CPF Train #1 (G-26-T22S-R32E)
Allocation by well test is approved per Order PLC 920

Red Tank 26 Train #1 (Llama Mall)	PLC 920	
Wells	API	
LLAMA MALL 26_35 FED COM 21H	30-025-50098	
LLAMA MALL 26_35 FED COM 22H	30-025-50305	
LLAMA MALL 26_35 FED COM 23H	30-025-50306	
LLAMA MALL 26_35 FED COM 24H	30-025-50307	
LLAMA MALL 26_35 FED COM 25H	30-025-50308	

30-025-50309
30-025-50375
30-025-50300
30-025-50301
30-025-50099
30-025-50310
30-025-50311
30-025-50298
30-025-50299

# Red Tank 27-28 OGS (E-27-T22S-R32E) Allocation by well test is approved per Order OLM 269

RED TANK 27-28 OGS	OLM 269
WELL	API
PAW SWAP 12_36 FED COM 11H	30-025-50765
PAW SWAP 12_36 FED COM 21H	30-025-50766

# Taco Cat Battery (E 27 T22S R32E) Allocation by well test is approved per Order PLC 790

TACO CAT BATTERY	PLC 790
WELL	API
TACO CAT 27 34 FEDERAL COM #011H	30-025-44933
TACO CAT 27 34 FEDERAL COM #021H	30-025-44934
TACO CAT 27 34 FEDERAL COM #031H	30-025-44935
TACO CAT 27 34 FEDERAL COM #024H	30-025-46949
TACO CAT 27 34 FEDERAL COM #025H	30-025-46934
TACO CAT 27 34 FEDERAL COM #026H	30-025-46935
TACO CAT 27 34 FEDERAL COM #032H	30-025-46925
TACO CAT 27 34 FEDERAL COM #034H	30-025-46936
TACO CAT 27 34 FEDERAL COM #033H	30-025-46926
TACO CAT 27 34 FEDERAL COM #035H	30-025-46937

Avogato Battery (A 30 T22S R33E)
Allocation by well test is approved per Order PLC 596D

Avogato Battery	PLC 596D
Well	API
RED TANK 31 STATE 5H	30-025-41885
SENILE FELINES 18_7 STATE COM 21H	30-025-48745
SENILE FELINES 18_7 STATE COM 22H	30-025-48746
SENILE FELINES 18_7 STATE COM 24H	30-025-48748
SENILE FELINES 18_7 STATE COM 25H	30-025-48749
SENILE FELINES 18_7 STATE COM 26H	30-025-48750
SENILE FELINES 18_7 STATE COM 31H	30-025-48751
SENILE FELINES 18_7 STATE COM 311H	30-025-48756
SENILE FELINES 18_7 STATE COM 312H	30-025-48758
SENILE FELINES 18_7 STATE COM 34H	30-025-48754
SENILE FELINES 18_7 STATE COM 313H	30-025-48757
SENILE FELINES 18_7 STATE COM 35H	30-025-48755
SENILE FELINES 18_7 STATE COM 23H	30-025-48747
SENILE FELINES 18_7 STATE COM 32H	30-025-48752
RED TANK 30-31 STATE COM 14H	30-025-44193
RED TANK 30-31 STATE COM 24Y	30-025-44161
RED TANK 30-31 STATE COM 34H	30-025-44063
AVOGATO 30 31 STATE COM 4H	30-025-45923
AVOGATO 30 31 STATE COM 14H	30-025-45959
AVOGATO 30 31 STATE COM 24H	30-025-45960
AVOGATO 30 31 STATE COM 25H	30-025-45961
AVOGATO 30 31 STATE COM 34H	30-025-45930
AVOGATO 30 31 STATE COM 74H	30-025-45964
AVOGATO 30 31 STATE COM 35H	30-025-45931
AVOGATO 30 31 STATE COM 11H	30-025-45956
AVOGATO 30 31 STATE COM 12H	30-025-45957
AVOGATO 30 31 STATE COM 13H	30-025-45958
AVOGATO 30 31 STATE COM 21H	30-025-45924
AVOGATO 30 31 STATE COM 22H	30-025-45925
AVOGATO 30 31 STATE COM 23H	30-025-45926
AVOGATO 30 31 STATE COM 31H	30-025-45929
AVOGATO 30 31 STATE COM 33H	30-025-45928
AVOGATO 30 31 STATE COM 32H	30-025-45927
AVOGATO 30 31 STATE COM 1H	30-025-51696
AVOGATO 30 31 STATE COM 2H	30-025-51340
AVOGATO 30 31 STATE COM 71H	30-025-51697
AVOGATO 30 31 STATE COM 72H	30-025-51698
AVOGATO 30 31 STATE COM 73H	30-025-51343

## **Additional Application Components:**

A map detailing the lease boundary and facility locations is attached.

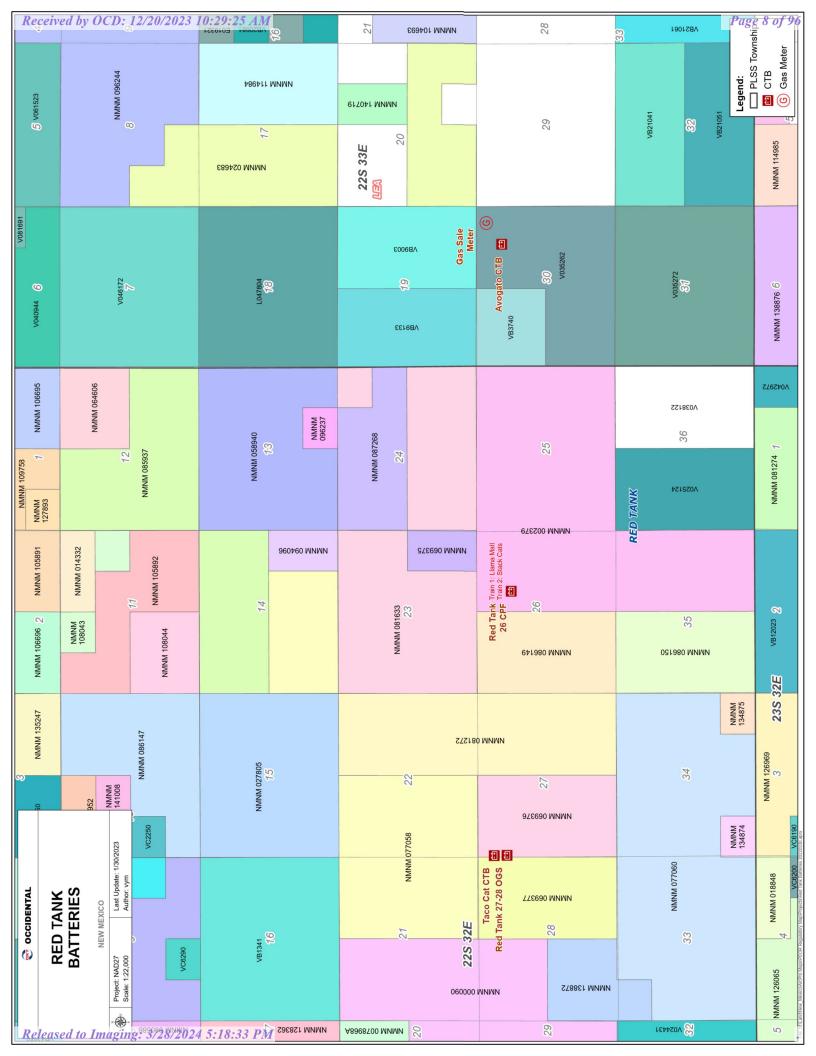
The gas meters will be calibrated on a regular basis per API, NMOCD and BLM specifications.

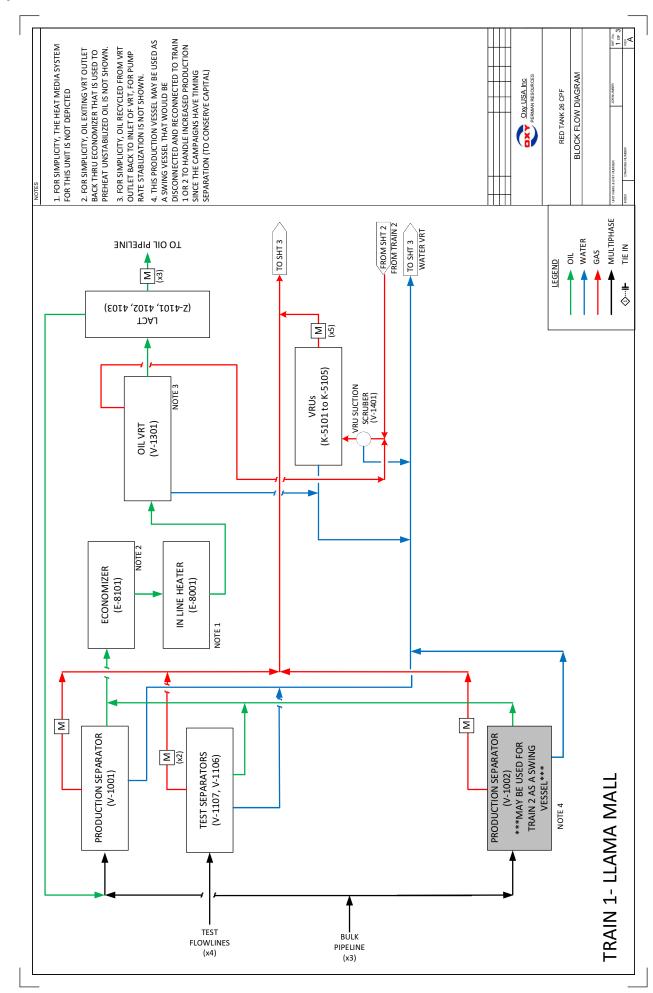
Pursuant to Statewide rule 19.15.12.10(C)(4)(g) OXY USA INC requests the option to include additional pools or leases within the defined parameters set forth in the Order for future additions.

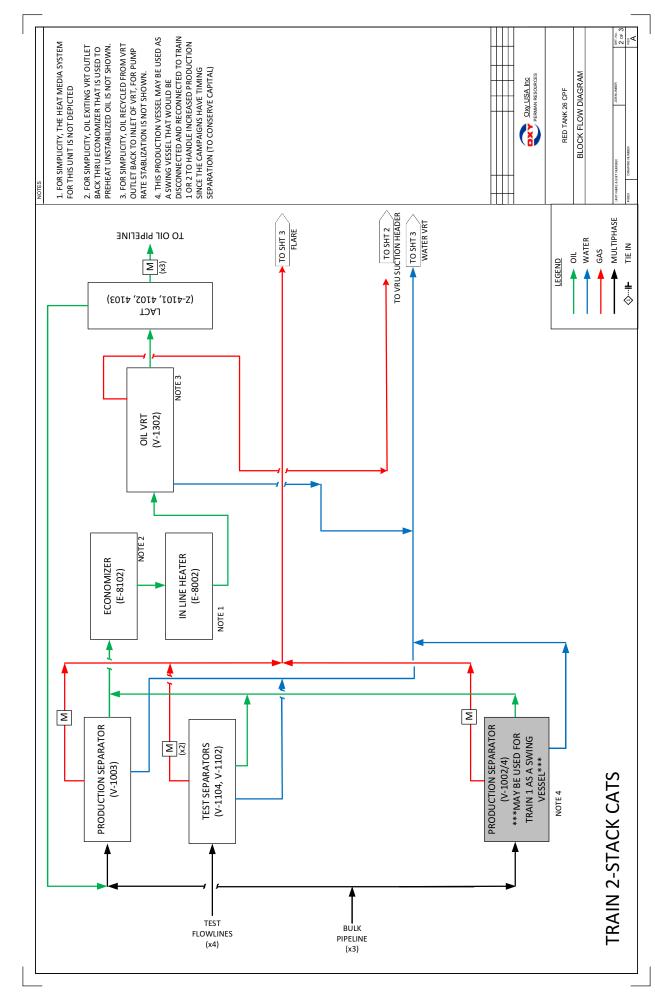
Commingling will not reduce the individual wells' production value or otherwise adversely affect the interest owners. It is the most effective means of producing the reserves.

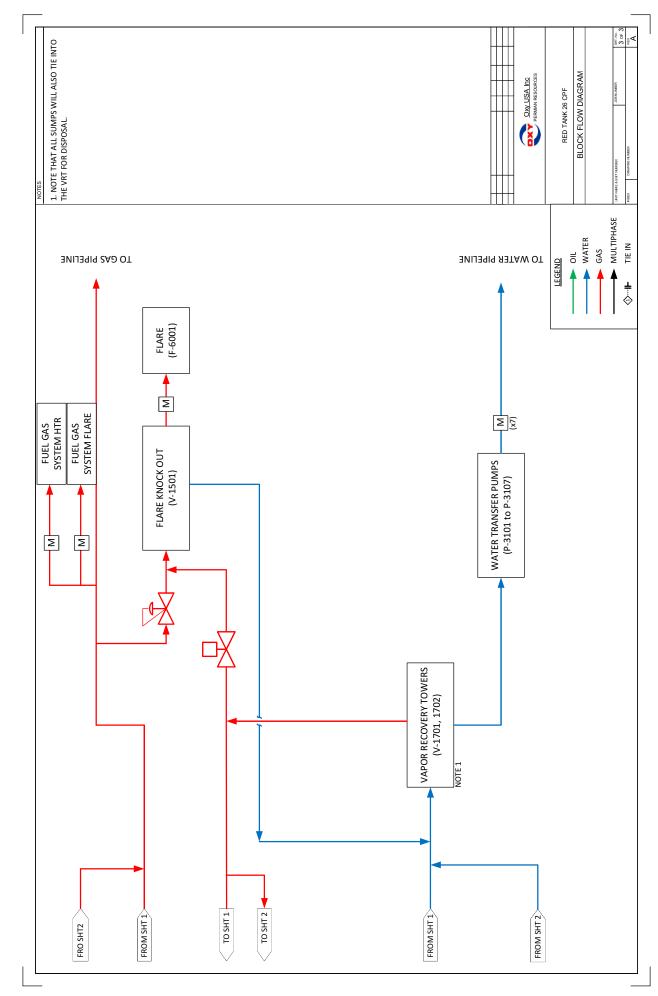
The surface commingle application will be submitted separately for approval per NMOCD, SLO, and BLM regulations.

OXY USA INC understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.



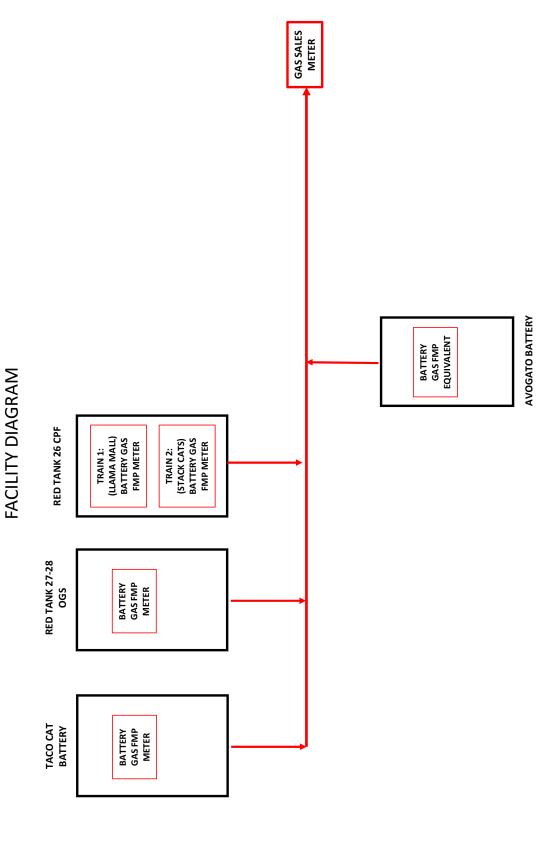






Received by OCD: 12/20/2023 10:29:25 AM

# GAS COMMINGLE FOR TACO CAT/AVOGATO BATTERIES



# **Red Tank Area Facilities**

Battery	Dry BTU
Taco Cat Battery	1283
Avogato Battery	1225
Red Tank 27-78 OGS	1280
Red Tank 26 CPF Train #2	1276
Red Tank 26 CPF Train #1	1319

# MAILED ON DECEMBER 14, 2023

Apollo Permian LLC         PO Box 14779         Oklahoma City         OK         73113 _94148118987           Arthur Kowaloff         1261 Madison Avenue         New York         NY         10128 _94148118987           Bane Bigbie         PO Box 998         Ardmore         OK         73402 _94148118987	765496850294 765496850249 765496850287
	65496850249 65496850287
Bane Bigbie PO Box 998 Ardmore OK 73402 94148118987	65496850287
Coll Brothers Oil         PO BOX 1818         Roswell         NM         88202 _94148118987	65496850232
FortyNiner Ridge LLC 12000 Santa Monica Drive NE Albuquerque NM 87122 _94148118987	
Hoover H & Betty R Wright Living Trust PO Box 2312 Santa Fe NM 87501 _94148118987	65496850270
Hutchings Oil Company PO Box 1216 Albuquerque NM 87102 _94148118987	65496850812
Innoventions Inc PO Box 40 Cedar Crest NM 87008 _94148118987	65496850850
Jeffrey C Howard 1979 CR 171 Guntown MS 38849 _94148118987	65496850867
Ken Perkins Oil & Gas Inc         PO Box 1237         Kingsville         TX         78363 _94148118987	65496850805
Mitchell Exploration Inc 648 Petroleum Building Roswell NM 88201 _94148118987	65496850881
Northern Oil and Gas Inc 4350 Baker Road Suite 400 Minnetonka MN 55343 _94148118987	65496850836
Rockwell Energy Resources LLC PO Box 54584 Oklahoma City OK 73154 _94148118987	65496850874
Schultz Irrevocable Childrens Trust 1901 W 4th St Roswell NM 88201 _94148118987	65496850713
Scott Exploration Inc 648 Petroleum Building Roswell NM 88201 _94148118987	65496850751
Scott-Winn LLC         PO Box 1834         Roswell         NM         88202 _94148118987	65496850768
Sealy Hutchings Cavin Inc 504 North Wyoming Roswell NM 88201 _94148118987	65496850720
Susan C Munoz         230 Rainbow Dr NO13080         Livingston         TX         77399 _94148118987	65496850706
Trainer Partners Ltd PO Box 754 Midland TX 79702 _94148118987	65496850799
Wade P Carrigan         PO Box 1908         Gilbert         AZ         85299 _94148118987	65496850744
Wade Petroleum Corporation 2101 Altura Azul Ln NE Albuquerque NM 87110 _94148118987	65496850782
Warwick-Artemis LLC 6608 N Western Ave Box 417 Oklahoma City OK 73117 _94148118987	65496850737
Worrall Investment Corp 648 Petroleum Building Roswell NM 88201 _94148118987	65496850966
SunValley Energy Corporation PO Box 1000 Roswell NM 88202 _94148118987	65496850997
NM COMMISSIONER OF PUBLIC LANDS PO Box 1148 Santa Fe NM 87504 _94148118987	65496796875
Norval L Covington Trust, Norval L Covington and Ellen C Covington 501 First National Bank Building Oklahoma City OK 73102 _94148118987	65496850973

# **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated October 12, 2023 and ending with the issue dated October 12, 2023.

Publisher

Sworn and subscribed to before me this 12th day of October 2023.

Business Manager

My commission expires

January 29, 2027

(Seal)

STATE OF NEW MEXICO
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

#### LEGAL NOTICE October 12, 2023

Notice of Application for Surface Commingling

OXY USA INC located at 5 Greenway Plaza, Suite 110 Houston TX 77046 is applying to the NMOCD to amend surface commingle permit PLC 835B/C for gas production at facilities in the Red Tank area. The facilities are located in Lea County, Section 30 T22S-R33E, Section 27 T22S-R32E, and Section 26 T22S- R32E. Wells going to the aforementioned facilities are located in Lea County, Sections 7, 18, 30 and 31 T22S-R33E, Section 36 T21S-R32E, and Sections 1, 12, 13, 25, 26, 27, 34, 35, and 36 T22S-R32E. Production is from the Red Tank; Bone Spring, East, WC-025 G-09 S223332A; Upper Wolfcamp, Red Tank; Bone Spring, WC-025 G-08 S223227D; Wolfcamp pools.

Pursuant to Statewide Rule 19.15.12.10, interested parties must file objections or requests for hearing in writing with the division's Santa Fe office within 20 days after publication, or the NMOCD may approve the application.

For questions pertaining to the application, please contact Eric Fortier at (713) 497-2203. #00283703

67111848

00283703

TALENT ACQUISITION
OCCIDENTAL PERMIAN
5 GREENWAY PLAZA, STE 110
HOUSTON, TX 77046

From: McClure, Dean, EMNRD on behalf of Engineer, OCD, EMNRD

Fortier, Eric; Musallam, Sandra C To:

McClure, Dean, EMNRD; Kautz, Paul, EMNRD; Wrinkle, Justin, EMNRD; Powell, Brandon, EMNRD; Paradis, Kyle O; Walls, Christopher; Lamkin, Baylen L.; Roberts, Kelly, EMNRD Cc:

Approved Administrative Order PLC-835-D Subject: Date: Thursday, March 28, 2024 5:09:17 PM

Attachments: PLC835D Order.pdf

NMOCD has issued Administrative Order PLC-835-D which authorizes Oxy USA, Inc. (16696) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-44933	Taco Cat 27 34 Federal Com #11H	All	27-22S-32E	51683
30-023-44933	Taco Cat 27 54 Federal Com #1111	All	34-22S-32E	31003
20.025.44024	Taco Cat 27 34 Federal Com #21H	All	27-22S-32E	51683
30-025-44934	Taco Cat 27 54 Federal Com #21H	All	34-22S-32E	51005
20.025.46040	Taco Cat 27 34 Federal Com #24H	All	27-22S-32E	<b>51</b> (02
30-025-46949	Taco Cat 27 54 Federal Com #24H	All	34-22S-32E	51683
20.025.46024	T C-4 27 24 E-4   C #25H	All	27-22S-32E	£1(02
30-025-46934	Taco Cat 27 34 Federal Com #25H	All	34-22S-32E	51683
20.025.46025	T C-4 27 24 F-4  C #2 (II	All	27-22S-32E	#1 CO2
30-025-46935	Taco Cat 27 34 Federal Com #26H	All	34-22S-32E	51683
20.025.46025	TO CHARACE I IC WASH	All	27-22S-32E	F1 (02
30-025-46925	Taco Cat 27 34 Federal Com #32H	All	34-22S-32E	51683
20.025.46026	TO COMPANY IN THE WANT	All	27-22S-32E	<b>51</b> (02
30-025-46936	Taco Cat 27 34 Federal Com #34H	All	34-22S-32E	51683
		All	27-22S-32E	0000
30-025-44935	Taco Cat 27 34 Federal Com #31H	All	34-22S-32E	98286
		All	27-22S-32E	00006
30-025-46926	Taco Cat 27 34 Federal Com #33H	All	34-22S-32E	98286
		All	27-22S-32E	
30-025-46937	Taco Cat 27 34 Federal Com #35H	All	34-22S-32E	98286
		W/2	30-22S-33E	
30-025-45927	Avogato 30 31 State Com #32H	W/2	31-22S-33E	51687
		W/2	30-22S-33E	
30-025-45956	Avogato 30 31 State Com #11H	W/2	31-22S-33E	51687
		W/2	30-22S-33E	
30-025-45957	Avogato 30 31 State Com #12H	W/2	31-22S-33E	51687
		W/2	30-22S-33E	
30-025-45958	Avogato 30 31 State Com #13H	W/2	31-22S-33E	51687
		E/2	30-22S-33E	
30-025-45959	Avogato 30 31 State Com #14H	E/2	31-22S-33E	51687
		W/2	30-22S-33E	
30-025-45924	Avogato 30 31 State Com #21H	W/2	31-22S-33E	51687
		W/2	30-22S-33E	
30-025-45925	Avogato 30 31 State Com #22H	W/2	31-22S-33E	51687
		W/2	30-22S-33E	
30-025-45926	Avogato 30 31 State Com #23H	W/2	31-22S-33E	51687
		E/2	30-22S-33E	
30-025-45960	Avogato 30 31 State Com #24H	E/2	31-22S-33E	51687
		E/2	30-22S-33E	
30-025-45961	Avogato 30 31 State Com #25H	E/2	31-22S-33E	51687
		W/2	30-22S-33E	
		<b>**</b> / <i>L</i>	30-225-33E	

30-025-45929	Avogato 30 31 State Com #31H	W/2	31-22S-33E	51687
30-025-45928	Avogato 30 31 State Com #33H	W/2 W/2	30-22S-33E 31-22S-33E	51687
30-025-45930	Avogato 30 31 State Com #34H	E/2 E/2	30-22S-33E 31-22S-33E	51687
30-025-45923	Avogato 30 31 State Com #4H	E/2 E/2	30-22S-33E 31-22S-33E	51687
30-025-45964	Avogato 30 31 State Com #74H	E/2 E/2	30-22S-33E 31-22S-33E	51687
30-025-45931	Avogato 30 31 State Com #35H	E/2 E/2	30-22S-33E 31-22S-33E	98177
30-025-44193	Red Tank 30 31 State Com #14H	E/2 E/2 E/2 E/2	30-22S-33E 31-22S-33E	51687
30-025-44161	Red Tank 30 31 State Com #24Y	E/2 E/2 E/2 E/2	30-22S-33E 31-22S-33E	51687
30-025-44063	Red Tank 30 31 State Com #34H	E/2 E/2 E/2 E/2	30-22S-33E 31-22S-33E	51687
30-025-48745	Senile Felines 18 7 State Com #21H	W/2 W/2	7-22S-33E 18-22S-33E	51687
30-025-48746	Senile Felines 18 7 State Com #22H	W/2 W/2	7-22S-33E 18-22S-33E	51687
30-025-48747	Senile Felines 18 7 State Com #23H	W/2 W/2	7-22S-33E 18-22S-33E	51687
30-025-48756	Senile Felines 18 7 State Com #311H	W/2 W/2 W/2	7-22S-33E 18-22S-33E	98177
30-025-48751	Senile Felines 18 7 State Com #31H	W/2 W/2	7-22S-33E 18-22S-33E	98177
30-025-48752	Senile Felines 18 7 State Com #32H	W/2 W/2	7-22S-33E 18-22S-33E	98177
30-025-48748	Senile Felines 18 7 State Com #24H	BCFGJKNO BCFGJKNO	7-22S-33E 18-22S-33E	51687
30-025-48758	Senile Felines 18 7 State Com #312H	BCFGJKNO BCFGJKNO	7-22S-33E 18-22S-33E	98177
30-025-48749	Senile Felines 18 7 State Com #25H	E/2 E/2	7-22S-33E 18-22S-33E	51687
30-025-48750	Senile Felines 18 7 State Com #26H	E/2 E/2	7-22S-33E 18-22S-33E	51687
30-025-48754	Senile Felines 18 7 State Com #34H	E/2	7-22S-33E 18-22S-33E	98177
30-025-48755	Senile Felines 18 7 State Com #35H	E/2 E/2 E/2	7-22S-33E 18-22S-33E	98177
30-025-48757	Senile Felines 18 7 State Com #313H	E/2	7-22S-33E	98177
30-025-51343	Avogato 30 31 State Com #73H	E/2 E/2	18-22S-33E 30-22S-33E	51687
30-025-51698	Avogato 30 31 State Com #72H	E/2 W/2	31-22S-33E 30-22S-33E 31-22S-33E	51687
30-025-51697	Avogato 30 31 State Com #71H	W/2 W/2	31-22S-33E 30-22S-33E	51687
30-025-51340	Avogato 30 31 State Com #2H	W/2 E/2	31-22S-33E 30-22S-33E	51687
		E/2	31-22S-33E	

30-025-51696	Avogato 30 31 State Com #1H	W/2	30-22S-33E	51687
		W/2 W/2 W/2	31-22S-33E	
20 025 50766	Daw Swan 12 26 Federal Com #21H		36-21S-32E	<b>51</b> (02
30-025-50766	Paw Swap 12 36 Federal Com #21H	W/2 W/2	1-22S-32E	51683
		W/2 W/2	12-22S-32E	
20.025.5056	B C 400(E) 1 1C #44H	W/2 W/2	36-21S-32E	<b>#</b> 1 (02
30-025-50765	Paw Swap 12 36 Federal Com #11H	W/2 W/2	1-22S-32E	51683
		W/2 W/2	12-22S-32E	
30-025-50949	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	98177
	#31H	W/2	36-22S-32E	,01
30-025-50950	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	98177
	#32Н	W/2	36-22S-32E	70177
30-025-50951	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	98177
30-023-30931	#33H	W/2	36-22S-32E	70177
30-025-50953	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	98177
30-023-30933	#311H	W/2	36-22S-32E	901//
20.025.50052	Stack Cats 25 36 Federal Com	E/2	25-22S-32E	00177
30-025-50952	#34H	<b>E/2</b>	36-22S-32E	98177
20.025.50054	Stack Cats 25 36 Federal Com	E/2	25-22S-32E	00155
30-025-50954	#312H	E/2	36-22S-32E	98177
	Stack Cats 25 36 Federal Com	E/2	25-22S-32E	001==
30-025-50955	#313H	E/2	36-22S-32E	98177
	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	
30-025-51752	#22H	W/2	36-22S-32E	51683
	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	
30-025-51753	#23H	W/2	36-22S-32E	51683
	Stack Cats 25 36 Federal Com	W/2	25-22S-32E	
30-025-51754	#24H	W/2 W/2	36-22S-32E	51683
	Stack Cats 25 36 Federal Com	W/2 E/2	25-22S-32E	
30-025-51755	#25H	W/2 E/2 W/2 E/2	36-22S-32E	51683
	11-011	E/2 E/2	25-22S-32E	
30-025-51756	Stack Cats 25 36 Federal Com #26H			51683
		E/2 E/2	36-22S-32E	
30-025-50375	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	98286
	#311H	W/2	35-22S-32E	
30-025-50300	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	98286
	#312H	W/2	35-22S-32E	
30-025-50098	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	51683
	#21H	W/2	35-22S-32E	01000
30-025-50305	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	51683
	#22H	W/2	35-22S-32E	31003
30-025-50306	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	51683
30-023-30300	#23H	W/2	35-22S-32E	31003
30-025-50099	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	98286
30-023-30099	#31H	W/2	35-22S-32E	90200
20 025 50210	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	00206
30-025-50310	#32H	W/2	35-22S-32E	98286
20 025 50211	Llama Mall 26 35 Federal Com	W/2	26-22S-32E	00207
30-025-50311	#33H	W/2	35-22S-32E	98286
20.025.50201	Llama Mall 26 35 Federal Com	E/2	26-22S-32E	00207
30-025-50301	#313H	E/2	35-22S-32E	98286
20.025.50205	Llama Mall 26 35 Federal Com	E/2	26-22S-32E	E1 (00
30-025-50307				51683

	#24H	E/2	35-22S-32E	
30-025-50308	Llama Mall 26 35 Federal Com	E/2	26-22S-32E	51683
30-025-30306	#25H	<b>E/2</b>	35-22S-32E	31003
30-025-50309	Llama Mall 26 35 Federal Com	E/2	26-22S-32E	51683
30-025-30309	#26H	<b>E/2</b>	35-22S-32E	31003
30-025-50298	Llama Mall 26 35 Federal Com	E/2	26-22S-32E	98286
30-023-30296	#34H	E/2	35-22S-32E	90200
30-025-50299	Llama Mall 26 35 Federal Com	E/2	26-22S-32E	98286
30-025-30299	#35H	<b>E/2</b>	35-22S-32E	90200

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

# Federal Communitization Agreement

Contract No.							

THIS AGREEMENT entered into as of the 1st day of December, 2023, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

## Township 22 South, Range 32 East, N.M.P.M.

Section 25: E/2E/2 Section 36: E/2E/2

Lea County, New Mexico

Containing **320.00** acres, and this agreement shall include only the **Bone Spring Formation** underlying said lands and the crude oil and associated natural gas hereafter referred to as "communitized substances," producible from such formation.

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be OXY USA INC., 5 Greenway Plaza, Ste. 110, Houston, TX, 77046. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is December 1, 2023, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and

hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

#### **OPERATOR:**

	OXY USA INC. (Record Title and Working Interest Owner)
DATE:	BY:
	NAME: James Laning
	TITLE: Attorney-in-Fact

# ACKNOWLEDGMENT

STATE OF TEXAS	§
	§
COUNTY OF HARRIS	§
The foregoing instru	ment was acknowledged before me on this the
2 2	
day of, 2023, by <u>Jar</u>	nes Laning, ATTORNEY-IN-FACT of OXY USA INC., a
Delaware corporation, on be	half of said corporation
belaware corporation, on se	nun or sura corporation.
	Notary Public in and for the State of
	My commission expires

# WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

# WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

	OXY USA INC.
 Date	By: Name: James Laning
Date	Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
This instrument was acknowledged Laning, ATTORNEY-IN-FACT of OXY	d before me on, 2023, by <u>James</u> Y USA INC., a Delaware corporation.
	Notary Public in and for the State of Texas
	OXY Y-1 COMPANY
	Ву:
Date	Name: James Laning Title: <u>Attorney-in-Fact</u>
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
	d before me on, 2023, by <u>James</u> Y-1 COMPANY, a New Mexico corporation, on behalf of
	Notary Public in and for the State of Texas

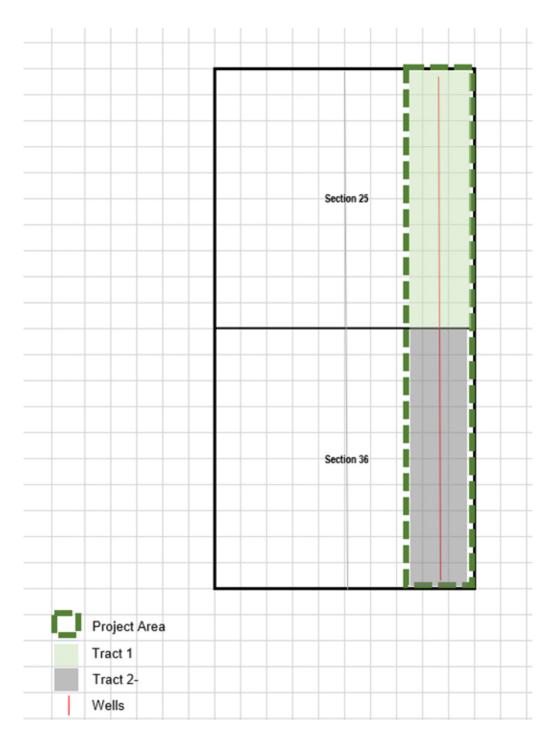
Page 6 of 9

# **EXHIBIT "A"**

To Communitization Agreement dated December 1, 2023

Plat of communitized area covering 320.00 acres in Township 22 South, Range 32 East,E/2 E/2 of Sections 25& 36, N.M.P.M., Lea County, New Mexico

Stack Cats 25 36 Federal Com 25H (30-025-51755)



Page 7 of 9

## **EXHIBIT "B"**

To Communitization Agreement dated December 1, 2023 embracing the following described land in Township 22 South, Range 32 East, E/2E/2 of Sections 25 & 36, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: OXY USA INC.

# **DESCRIPTION OF LEASES COMMITTED**

## Tract No. 1

Lease Serial No.: NMNM 002379

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 25: E/2E/2

Number of Acres: 160.00

Lease Owner: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....89.291072%

OXY Y-1 COMPANY......<u>10.708928%</u>

100.000000%

## Tract No. 2

Lease Serial Number: V0-3812-0002

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 36: E/2E/2

Number of Acres: 160.00

Current Lessee of Record: OXY USA INC.

Name and Percent of WI Owners: OXY Y-1 COMPANY......93.800715%

OXY USA INC......<u>0.6199285%</u>

100.000000%

Stack Cats 25 36 Fed Com 26H CA

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	50.000%
2	160.00	50.000%
Total	320.00	100.0000%

# Federal Communitization Agreement

Contract No.							

THIS AGREEMENT entered into as of the 1st day of December, 2023, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

## Township 22 South, Range 32 East, N.M.P.M.

Section 25: W/2E/2 Section 36: W/2E/2 Lea County, New Mexico

Containing **320.00** acres, and this agreement shall include only the **Bone Spring Formation** underlying said lands and the crude oil and associated natural gas hereafter referred to as "communitized substances," producible from such formation.

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be OXY USA INC., 5 Greenway Plaza, Ste. 110, Houston, TX, 77046. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is December 1, 2023, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and

hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

#### **OPERATOR:**

	OXY USA INC. (Record Title and Working Interest Owner)
DATE:	BY:
	NAME: James Laning
	TITLE: Attorney-in-Fact

# ACKNOWLEDGMENT

STATE OF TEXAS	8
	§
COUNTY OF HARRIS	§
The foregoing instrur	nent was acknowledged before me on this the
1f 2022 1 I	
day of, 2023, by <u>Jan</u>	nes Laning, ATTORNEY-IN-FACT of OXY USA INC., a
Delaware corporation, on bel	half of said corporation.
<b>r</b>	
	Notary Public in and for the State of
	My commission expires

# WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

# WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

	OXY USA INC.
 Date	By: Name: James Laning
Date	Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
This instrument was acknowledged Laning, ATTORNEY-IN-FACT of OXY	d before me on, 2023, by <u>James</u> Y USA INC., a Delaware corporation.
	Notary Public in and for the State of Texas
	OXY Y-1 COMPANY
	Ву:
Date	Name: James Laning Title: <u>Attorney-in-Fact</u>
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
	d before me on, 2023, by <u>James</u> Y-1 COMPANY, a New Mexico corporation, on behalf of
	Notary Public in and for the State of Texas

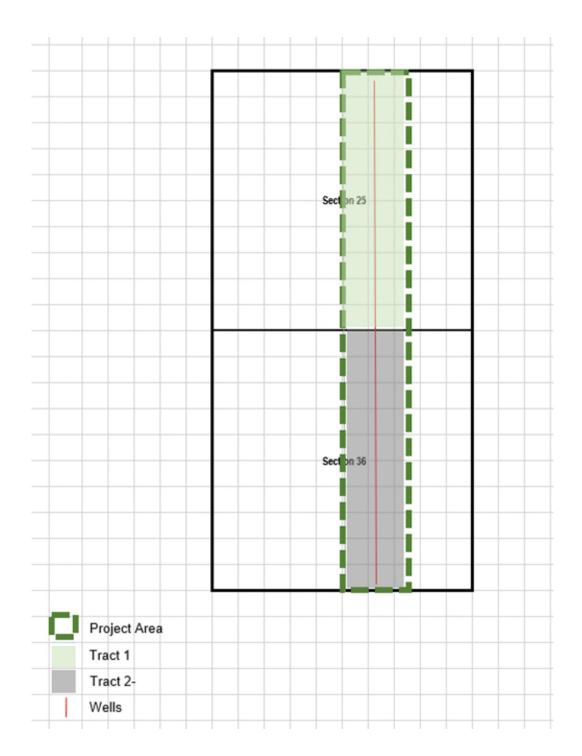
Page 6 of 9

# **EXHIBIT "A"**

To Communitization Agreement dated December 1, 2023

Plat of communitized area covering 320.00 acres in Township 22 South, Range 32 East, W/2 E/2 of Sections 25& 36, N.M.P.M., Lea County, New Mexico

Stack Cats 25 36 Federal Com 25H (30-025-51755)



Page 7 of 9

## **EXHIBIT "B"**

To Communitization Agreement dated December 1, 2023 embracing the following described land in Township 22 South, Range 32 East, W/2E/2 of Sections 25 & 36, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: OXY USA INC.

# **DESCRIPTION OF LEASES COMMITTED**

## Tract No. 1

Lease Serial No.: NMNM 002379

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 25: W/2E/2

Number of Acres: 160.00

Lease Owner: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....89.291072%

OXY Y-1 COMPANY......<u>10.708928%</u>

100.000000%

## Tract No. 2

Lease Serial Number: V0-3812-0002

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 36: W/2E/2

Number of Acres: 160.00

Current Lessee of Record: OXY USA INC.

Name and Percent of WI Owners: OXY Y-1 COMPANY......93.800715%

OXY USA INC......<u>0.6199285%</u>

100.000000%

Stack Cats 25 36 Fed Com 25H CA

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	50.000%
2	160.00	50.000%
Total	320.00	100.0000%

### Federal Communitization Agreement

Contract No.
--------------

THIS AGREEMENT entered into as of the 1st day of December, 2023, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

#### Township 22 South, Range 32 East, N.M.P.M.

Section 25: W/2 Section 36: W/2

Lea County, New Mexico

Containing **640.00** acres, and this agreement shall include only the **Bone Spring Formation** underlying said lands and the crude oil and associated natural gas, hereafter referred to as "communitized substances," producible from such formation.

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be OXY USA INC., 5 Greenway Plaza, Ste. 110, Houston, TX, 77046. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is December 1, 2023, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and

hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

#### **OPERATOR:**

	OXY USA INC. (Record Title and Working Interest Owner)
DATE:	BY:
-	NAME: James Laning
	TITLE: Attorney-in-Fact

# ACKNOWLEDGMENT

STATE OF TEXAS	§
	§
COUNTY OF HARRIS	§
The foregoing instru	ment was acknowledged before me on this the
1 6 2022 1 1	I ' ATTODNEY IN TACT CONVINCE INC
day of, 2023, by <u>Jar</u>	mes Laning, ATTORNEY-IN-FACT of OXY USA INC., a
Delaware corporation, on be	half of said corporation
belaware corporation, on se	num or sure corporation.
	Notary Public in and for the State of
	My commission expires

### **WORKING INTEREST OWNERS**

AND/OR LESSEES OF RECORD

### WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

	OXY USA INC.
	Ву:
Date	Name: James Laning
	Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS	
COUNTY OF HARRIS )	
This instrument was acknowledged Laning, ATTORNEY-IN-FACT of OXY	d before me on, 2022, by <u>James</u> USA INC., a Delaware corporation.
	Notary Public in and for the State of Texas
	OXY Y-1 COMPANY
	By:
Date	Name: James Laning
	Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
)	
COUNTY OF HARRIS )	
	d before me on, 2022, by <u>James</u> Y-1 COMPANY, a New Mexico corporation, on behalf of
	Notary Public in and for the State of Texas

Page 6 of 13

	OCCIDENTAL PERMIAN LIMITED PARTNERSHIP
Date	By: Name: James Laning Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
This instrument was acknowledged Laning, ATTORNEY-IN-FACT of OCC limited partnership.	d before me on, 2022, by <u>James</u> IDENTAL PERMIAN LIMITED PARTNERSHIP, a Texas
	Notary Public in and for the State of Texas
	OXY USA WTP Limited Partnership
Date	By:Name: James Laning Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
	d before me on, 2022, by <u>James</u> USA WTP LIMITED PARTNERSHIP, a Delaware limited
	Notary Public in and for the State of Texas

Page **7** of **13** 

## Northern Oil & Gas Inc.

DATE:	BY:	
	NAME:	
	TITLE:	
ACK	NOWLEDGMENT	
STATE OF_	_)	
STATE OFCOUNTY OF	) ss.	
COUNTY OF	_)	
The foregoing instrument was	s acknowledged before me on this the	
day of, 20, by	, as	
of Northern Oil & Gas Inc., a	, on be	half
of said		
	Convon Conital Holdings I I (	C
	Canyon Capital Holdings, LLC	
DATE:	BY:	
	NAME:	
	TITLE:	
ACKI	NOWLEDGMENT	
STATE OF	)	
COUNTY OF	_)	
	1 1 1 11 6 4' 4	
	s acknowledged before me on this the	
	, as	
	·	_, on
behalf of said		

# FortyNiner Ridge, LLC

DATE:	BY:	
	NAME:	
ACKNO	WLEDGMENT	
STATE OF)		
COUNTY OF)	S.	
The foregoing instrument was ack	_	
day of, 20, by	, as	
of FortyNiner Ridge, LLC., a		, on behalf
of said		
	~ .	
	Seal	y Hutchings Cavin, Inc.
DATE.	DV.	
DATE:	NAME:	
	TITLE:	
ACKNO		
	WLEDGMENI	
STATE OF)	W LEDGMEN I	
STATE OF)		
STATE OF) ) s COUNTY OF)		
COUNTY OF) s	S.	on this the
COUNTY OF) s.  The foregoing instrument was ack	s. anowledged before me	
COUNTY OF) s	s. nowledged before me o	

# Susan C. Munoz

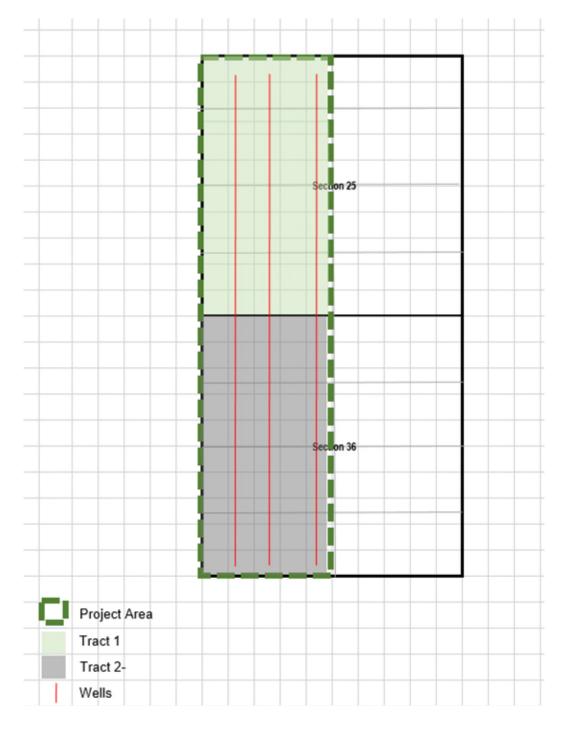
DATE:		BY:	
		NAME:	
		TITLE:	
	ACF	KNOWLEDGMENT	
STATE OF_	г	)	
COLINTY	F	) ss.	
COUNTYO	Γ	)	
The fe	oregoing instrument w	as acknowledged before me o	on this the
day of	, 20, by	, as	
	, u		, on senan or
saiu	·		
		Jeffr	rey C Howard
DATE:		$RV\cdot$	
DATE		<del></del>	
	ACF	KNOWLEDGMENT	
STATE OF		)	
STATE OF_		) ) ss.	
COUNTY O	F	)	
The f	ono ooin o in staymont vy	as calmayyladaad hafara ma	on this the
		as acknowledged before me	
		, as	
of	, a		, on behalf of
said			

# **EXHIBIT "A"**

Attached to and made a part of that Communitization Agreement dated December 1, 2023.

Plat of communitized area covering 640.00 acres in Township 22 South, Range 32 East, W/2 of Sections 25& 36, N.M.P.M., Lea County, New Mexico

Stack Cats 25 36 Federal Com 22H (30-025-51752) Stack Cats 25 36 Federal Com 23H (30-025-51753) Stack Cats 25 36 Federal Com 24H (30-025-51754)



Page 11 of 13

#### **EXHIBIT "B"**

To Communitization Agreement dated December 1, 2023 embracing the following described land in Township 22 South, Range 32 East, W/2 of Sections 25 & 36, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: OXY USA INC.

#### **DESCRIPTION OF LEASES COMMITTED**

#### Tract No. 1

Lease Serial No.: NMNM 002379

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 25: W/2

Number of Acres: 320.00

Lease Owner: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....89.291072%

OXY Y-1 COMPANY......<u>10.708928%</u>

100.000000%

#### Tract No. 2

Lease Serial Number: V0-2512-0004

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 36: W/2

Number of Acres: 320.00

Current Lessee of Record: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....83.838422%

100.000000%

# **RECAPITULATION**

	No. of Acres	Percentage of Interest
Tract No.	<u>Committed</u>	in Communitized Area
1	320.00	50.000%
2	320.00	50.000%
Total	640.00	100.0000%

### Federal Communitization Agreement

THIS AGREEMENT entered into as of the 1st day of January, 2023, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

#### Township 22 South, Range 32 East, N.M.P.M.

Section 25: E/2 Section 36: E/2

Lea County, New Mexico

Containing **640.00** acres, and this agreement shall include only the **Wolfcamp Formation** underlying said lands and the crude oil, natural gas and associated liquid hydrocarbons hereafter referred to as "communitized substances," producible from such formation.

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be OXY USA INC., 5 Greenway Plaza, Ste. 110, Houston, TX, 77046. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is January 1, 2023, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and

hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

#### **OPERATOR:**

	OXY USA INC. (Record Title and Working Interest Owner)
DATE:	BY:
	NAME: James Laning
	TITLE: Attorney-in-Fact

# ACKNOWLEDGMENT

STATE OF TEXAS	§
	§
COUNTY OF HARRIS	§
The foregoing instru	ument was acknowledged before me on this the
day of, 2023, by <u>Ja</u>	ames Laning, ATTORNEY-IN-FACT of OXY USA INC., a
Delaware corporation, on b	ehalf of said corporation.
	Notary Public in and for the State of
	My commission expires

### WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

### WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

	OXY USA INC.
 Date	By: Name: James Laning
Date	Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
This instrument was acknowledge Laning, ATTORNEY-IN-FACT of OXY	d before me on
	Notary Public in and for the State of Texas
	OXY Y-1 COMPANY
	Ву:
Date	Name: James Laning Title: <u>Attorney-in-Fact</u>
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
	d before me on, 2022, by <u>James</u> Y-1 COMPANY, a New Mexico corporation, on behalf of
	Notary Public in and for the State of Texas

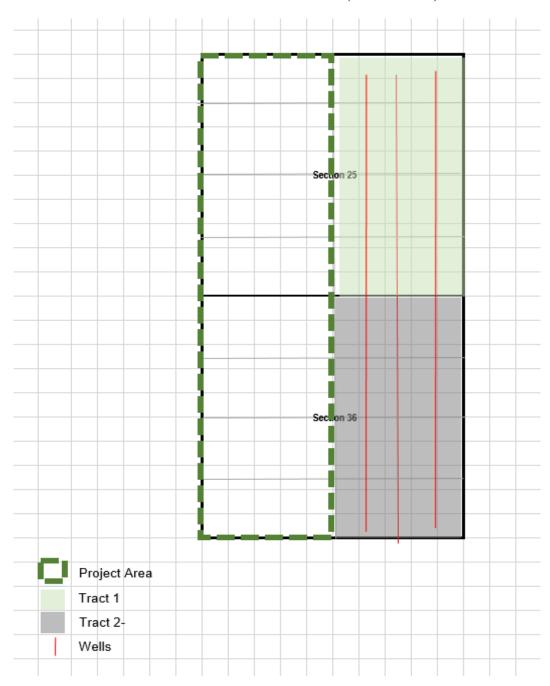
Page 6 of 9

# **EXHIBIT "A"**

To Communitization Agreement dated January 1, 2023

Plat of communitized area covering 640.00 acres in Township 22 South, Range 32 East, E/2 of Sections 25& 36, N.M.P.M., Lea County, New Mexico

Stack Cats 25 36 Federal Com 34H (30-025-50952) Stack Cats 25 36 Federal Com 312H (30-025-50954) Stack Cats 25 36 Federal Com 313H (30-025-50955)



#### **EXHIBIT "B"**

To Communitization Agreement dated January 1, 2023 embracing the following described land in Township 22 South, Range 32 East, E/2 of Sections 25 & 36, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: OXY USA INC.

#### **DESCRIPTION OF LEASES COMMITTED**

#### Tract No. 1

Lease Serial No.: NMNM 002379

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 25: W/2

Number of Acres: 320.00

Lease Owner: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....89.291072%

OXY Y-1 COMPANY......<u>10.708928%</u>

100.000000%

#### Tract No. 2

Lease Serial Number: V0-3812-0002

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 36: E/2

Number of Acres: 320.00

Current Lessee of Record: OXY USA INC.

Name and Percent of WI Owners: OXY Y-1 COMPANY......93.800715%

100.000000%

# **RECAPITULATION**

Total	640.00	100.0000%
2	320.00	50.000%
1	320.00	50.000%
Tract No.	Committed	in Communitized Area
	No. of Acres	Percentage of Interest

### Federal Communitization Agreement

Contract No.						

THIS AGREEMENT entered into as of the 1st day of January, 2023, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

#### Township 22 South, Range 32 East, N.M.P.M.

Section 25: W/2 Section 36: W/2

Lea County, New Mexico

Containing **640.00** acres, and this agreement shall include only the **Wolfcamp Formation** underlying said lands and the crude oil, natural gas and associated liquid hydrocarbons hereafter referred to as "communitized substances," producible from such formation.

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be OXY USA INC., 5 Greenway Plaza, Ste. 110, Houston, TX, 77046. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is January 1, 2023, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and

hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

#### **OPERATOR:**

	OXY USA INC. (Record Title and Working Interest Owner)
DATE:	BY:
	NAME: <u>James Laning</u>
	TITLE: Attorney-in-Fact

# ACKNOWLEDGMENT

STATE OF TEXAS	§
	§
COUNTY OF HARRIS	§
The foregoing instru	ment was acknowledged before me on this the
2 2	
day of, 2023, by <u>Jar</u>	mes Laning, ATTORNEY-IN-FACT of OXY USA INC., a
Delaware corporation, on be	half of said corporation
belaware corporation, on be	null of suid corporation.
	Notary Public in and for the State of
	My commission expires

### WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

### WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

	OXY USA INC.
 Date	By: Name: James Laning
Bute	Title: Attorney-in-Fact
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
This instrument was acknowledge Laning, ATTORNEY-IN-FACT of OXY	d before me on, 2022, by <u>James</u> Y USA INC., a Delaware corporation.
	Notary Public in and for the State of Texas
	OXY Y-1 COMPANY
	Ву:
Date	Name: James Laning Title: <u>Attorney-in-Fact</u>
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
	d before me on, 2022, by <u>James</u> Y-1 COMPANY, a New Mexico corporation, on behalf of
	Notary Public in and for the State of Texas

Page 6 of 13

	OCCIDENTAL PERMIAN LIMITED PARTNERSHIP
Date	By: Name: James Laning Title: <u>Attorney-in-Fact</u>
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
This instrument was acknowledge <u>Laning</u> , <u>ATTORNEY-IN-FACT</u> of OCC limited partnership.	d before me on, 2022, by <u>James</u> CIDENTAL PERMIAN LIMITED PARTNERSHIP, a Texas
	Notary Public in and for the State of Texas
	OXY USA WTP Limited Partnership
Date	By: Name: James Laning Title: <u>Attorney-in-Fact</u>
ACK	NOWLEDGMENTS
STATE OF TEXAS )	
COUNTY OF HARRIS )	
	d before me on, 2022, by <u>James</u> Y USA WTP LIMITED PARTNERSHIP, a Delaware limited
	Notary Public in and for the State of Texas

Page 7 of 13

## Northern Oil & Gas Inc.

DATE:	BY:	
	NAME:	
	TITLE:	
ACK	NOWLEDGMENT	
rich	NOW ELD GIVIER (1	
STATE OF	_)	
COUNTY OF	) ss.	
	<i>- /</i>	
	1 1 1 11 6	4.4
The foregoing instrument was	_	
day of, 20, by		
of Northern Oil & Gas Inc., a		, on behalf
of said		
	n.	
	Pony	Oil Capital, LLC
DATE:	RY∙	
	TITLE:	
A CIV		
ACK	NOWLEDGMENT	
STATE OF	)	
	) ss.	
COUNTY OF	_)	
The foregoing instrument was	s acknowledged before me on	this the
day of, 20, by	, as	
of Pony Oil Capital, LLC., a		
said .		

Page **8** of **13** 

# FortyNiner Ridge, LLC

DATE:	BY:	
	TITLE:	
ACKN	OWLEDGMENT	
STATE OF	)	
COUNTY OF	) ss. )	
The foregoing instrument was a	acknowledged before me o	on this the
day of, 20, by	, as	
of FortyNiner Ridge, LLC., a		, on behalf
of said		
	Sealy	y Hutchings Cavin, Inc.
DATE:	BY:	
	NAME: TITI F:	
	111 <i>D</i> D.	
ACKN	OWLEDGMENT	
STATE OF		
COUNTY OF	) 55.	
The foregoing instrument was a	acknowledged before me o	on this the
day of, 20, by	, as	
of Sealy Hutchings Cavin, Inc., a		
behalf of said		

# Susan C. Munoz

DATE:		BY:	
		NAME:	
		TITLE:	
	ACF	KNOWLEDGMENT	
STATE OF		)	
COUNTY	OF	)	
The	foregoing instrument w	as acknowledged before me o	n this the
		, as	
said	·		
		Jeffr	ey C Howard
DATE:		BY:	
		NAME:	
	ACF	KNOWLEDGMENT	
STATE OF	7	)	
COUNTY (	OF	) ss. )	
The	foregoing instrument w	as acknowledged before me o	n this the
	0 0	, as	
	·		

Page **10** of **13** 

# **EXHIBIT "A"**

Attached to and made a part of that Communitization Agreement dated January 1, 2023.

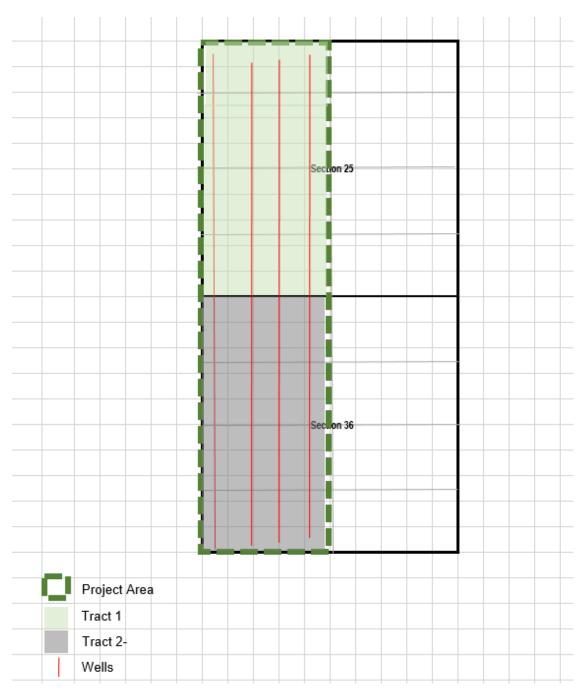
Plat of communitized area covering **640.00** acres in Township 22 South, Range 32 East, W/2 of Sections 25 & 36, N.M.P.M., Eddy County, New Mexico

Stack Cats 25 36 Federal Com 31H (30-025-50949)

Stack Cats 25 36 Federal Com 32H (30-025-50950)

Stack Cats 25 36 Federal Com 33H (30-025-50951)

Stack Cats 25 36 Federal Com 311H (30-025-50953)



Page 11 of 13

#### **EXHIBIT "B"**

To Communitization Agreement dated January 1, 2023 embracing the following described land in Township 22 South, Range 32 East, W/2 of Sections 25 & 36, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: OXY USA INC.

#### **DESCRIPTION OF LEASES COMMITTED**

#### Tract No. 1

Lease Serial No.: NMNM 002379

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 25: W/2

Number of Acres: 320.00

Lease Owner: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....89.291072%

OXY Y-1 COMPANY......<u>10.708928%</u>

100.000000%

#### Tract No. 2

Lease Serial Number: V0-2512-0004

Description of Land Committed: Township 22 South, Range 32 East,

N.M.P.M., Section 36: W/2

Number of Acres: 320.00

Current Lessee of Record: OXY USA INC.

Name and Percent of WI Owners: OXY USA INC.....83.838422%

100.000000%

Stack Cats 25 36 Fed Com 31H-33H, 311H CA

# **RECAPITULATION**

	No. of Acres	Percentage of Interest
Tract No.	<u>Committed</u>	in Communitized Area
1	320.00	50.000%
2	320.00	50.000%
Total	640.00	100.0000%

# **USPS Tracking®**

FAQs >

# **BLM Tracking - Proof of Delivery**

**Tracking Number:** 

Remove X

# 9414811898765496850904

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

## **Latest Update**

Your item was delivered to an individual at the address at 2:33 pm on December 18, 2023 in CARLSBAD, NM 88220.

**Get More Out of USPS Tracking:** 

USPS Tracking Plus®

reedback

#### **Delivered**

Delivered, Left with Individual

CARLSBAD, NM 88220 December 18, 2023, 2:33 pm

**See All Tracking History** 

What Do USPS Tracking Statuses Mean? (https://faq.usps.com/s/article/Where-is-my-package)

Text & Email Updates	~
Return Receipt Electronic	~
USPS Tracking Plus®	~
Product Information	~

See Less ∧

Track Another Package

Enter tracking or barcode numbers

**Need More Help?** 

Contact USPS Tracking support for further assistance.

**FAQs** 

From: <u>Musallam, Sandra C</u>

To: Fortier, Eric; McClure, Dean, EMNRD

Subject: [EXTERNAL] RE: Action ID: 296627; PLC-927

Date: Thursday, March 28, 2024 9:07:23 AM

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Hello Dean – apologies, I meant to reference the gas commingle **PLC 835C**, which includes the Avogato battery (with red Tank 31 State 5H) and also Red Tank 26 Stack Cats battery gas.

Sorry about referencing the oil commingles instead.

Thanks!

Sandra Musallam Regulatory Engineer 713-366-5106 (office) 713-504-8577 (cell)

**From:** Musallam, Sandra C <Sandra\_Musallam@oxy.com>

Sent: Wednesday, March 27, 2024 8:55 PM

To: Fortier, Eric < Eric\_Fortier@oxy.com>; McClure, Dean, EMNRD < Dean.McClure@emnrd.nm.gov>

**Subject:** RE: Action ID: 296627; PLC-927

Hello Dean,

I have contacted the OXY Production Engineer about the Red Tank 31 State 5H (30-025-41885), which is in both gas commingle permits PLC 596D and PLC 767C. The Asset is starting to review the well for upside potential and battery emissions work. They would prefer to keep the well on both commingle permits in the near term to give them optionality on well work and most appropriate facility.

For this amendment to PLC 596D, Regulatory requests to keep Red Tank 31 State 5H on the permit, while also keeping it on PLC 767C. Once the Asset determines the best path forward for the well, Regulatory will request an update to one of the commingle permits.

Thank you for bringing this issue to our attention, and for your patience as the Asset analyzes the well.

Respectfully,

Sandra Musallam Regulatory Engineer 713-366-5106 (office) 713-504-8577 (cell)

From: Fortier, Eric < <a href="mailto:Eric\_Fortier@oxy.com">Eric\_Fortier@oxy.com</a>>
Sent: Tuesday, March 26, 2024 1:20 PM

**To:** McClure, Dean, EMNRD < Dean. McClure@emnrd.nm.gov>

**Cc:** Musallam, Sandra C < <u>Sandra\_Musallam@oxy.com</u>>

**Subject:** RE: Action ID: 296627; PLC-927

Hi Dean,

Please find attached the tracking numbers for the re-notice. A second publication was not conducted as the change did not affect the original publication language.

Thank you,

#### **Eric Fortier**

Staff Regulatory Engineer Eric\_Fortier@oxy.com
O: 713-497-2203

C: 603-343-8601

From: McClure, Dean, EMNRD < Dean.McClure@emnrd.nm.gov>

**Sent:** Monday, March 25, 2024 4:41 PM

To: Fortier, Eric < <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Fortier@oxy.com</a></a>

Fortier <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Fortier@oxy.com</a></a>

Fortier <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Eric <a href="mailto:Fortier@oxy.com">Fortier@oxy.com</a></a>

Fortier <a href="mailto:Fortier@oxy.com">Fortier@oxy.com</a>

Fortier <a href="mailto:Fortier@oxy.com">Fortier@oxy.com</a>

Fo

Subject: [EXTERNAL] Action ID: 296627; PLC-927

# WARNING - This message is from an EXTERNAL SENDER - be CAUTIOUS, particularly with links and attachments.

To whom it may concern (c/o Eric Fortier for Oxy USA, Inc.),

#### The Division is reviewing the following application:

Action ID	296627
Admin No.	PLC-927
Applicant	Oxy USA, Inc. (16696)
Title	Red Tank 26 CPF (Oil)
Sub. Date	12/20/2023

Please provide the following additional supplemental documents:

•

#### Please provide additional information regarding the following:

• Reference is made to new notice being provided due to changes to the spacing units. Please provide a table with the tracking numbers for the new notice and the affidavit of publication if public notice was conducted.

#### Additional notes:

•

All additional supplemental documents and information may be provided via email and should be done by replying to this email. The produced email chain will be uploaded to the file for this application.

Please note that failure to take steps to address each of the requests made in this email within 10 business days of receipt of this email may result in the Division rejecting the application requiring the submittal of a new application by the applicant once it is prepared to address each of the topics raised.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

## **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated October 12, 2023 and ending with the issue dated October 12, 2023.

Publisher

Sworn and subscribed to before me this 12th day of October 2023.

Business Manager

My commission expires

January 29, 2027

(Seal)

STATE OF NEW MEXICO
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

#### LEGAL NOTICE October 12, 2023

Notice of Application for Surface Commingling

OXY USA INC located at 5 Greenway Plaza, Suite 110 Houston TX 77046 is applying to the NMOCD to amend surface commingle permit PLC 835B/C for gas production at facilities in the Red Tank area. The facilities are located in Lea County, Section 30 T22S-R33E, Section 27 T22S-R32E, and Section 26 T22S- R32E. Wells going to the aforementioned facilities are located in Lea County, Sections 7, 18, 30 and 31 T22S-R33E, Section 36 T21S-R32E, and Sections 1, 12, 13, 25, 26, 27, 34, 35, and 36 T22S-R32E. Production is from the Red Tank; Bone Spring, East, WC-025 G-09 S223332A; Upper Wolfcamp, Red Tank; Bone Spring, WC-025 G-08 S223227D; Wolfcamp pools.

Pursuant to Statewide Rule 19.15.12.10, interested parties must file objections or requests for hearing in writing with the division's Santa Fe office within 20 days after publication, or the NMOCD may approve the application.

For questions pertaining to the application, please contact Eric Fortier at (713) 497-2203. #00283703

67111848

00283703

TALENT ACQUISITION
OCCIDENTAL PERMIAN
5 GREENWAY PLAZA, STE 110
HOUSTON, TX 77046

### STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

# APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY OXY USA, INC.

ORDER NO. PLC-835-D

#### **ORDER**

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Oxy USA, Inc. ("Applicant") submitted a complete application to surface commingle the gas production from the pools, leases, and wells identified in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the gas production to the pools, leases, and wells to be commingled.
- 3. Applicant stated that it intends to keep the gas production from one or more group(s) of wells identified in Exhibit D segregated from the gas production from all other wells prior to measuring that production with an allocation meter.
- 4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant certified the commingling of gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the gas production to less than if it had remained segregated.
- 7. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10.C.(4)(g) NMAC.
- 8. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease identified in Exhibit A.
- 9. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, gas production from the well(s) identified in Exhibit C which produce from pools and leases identified in Exhibit A but is currently authorized to be part of the commingling project authorized within Order PLC-767-C.

Order No. PLC-835-D Page 1 of 5

10. Applicant submitted or intends to submit one or more proposed communitization agreement(s) ("Proposed Agreement(s)") to the BLM or NMSLO, as applicable, identifying the acreage of each lease to be consolidated into a single pooled area ("Pooled Area"), as described in Exhibit B.

#### **CONCLUSIONS OF LAW**

- 11. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, 19.15.12. NMAC, and 19.15.23. NMAC.
- 12. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10.A.(2) NMAC, 19.15.12.10.C.(4)(c) NMAC, and 19.15.12.10.C.(4)(e) NMAC, as applicable.
- 13. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9.A.(5) NMAC and 19.15.23.9.A.(6) NMAC, as applicable.
- 14. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10.B.(1) NMAC or 19.15.12.10.C.(1) NMAC, as applicable.
- 15. Commingling of gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10.B.(3) NMAC and 19.15.12.10.C.(4)(h) NMAC.
- 16. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10.C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 17. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

#### **ORDER**

1. Applicant is authorized to surface commingle gas production from the pools, leases, and wells identified in Exhibit A.

Applicant is authorized to store and measure gas production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.

Applicant is authorized to store and measure gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Order No. PLC-835-D Page 2 of 5

Applicant is authorized to surface commingle and off-lease measure, as applicable, gas production from the well(s) identified in Exhibit C that produce from a pool and lease identified in Exhibit A once the well(s) have been removed from the commingling project currently authorized within Order PLC-767-C.

- 2. This Order supersedes Order PLC-835-C.
- 3. For each Pooled Area described in Exhibit B, Applicant shall submit a Proposed Agreement to the BLM or NMSLO, as applicable, prior to commencing gas production. If Applicant fails to submit the Proposed Agreement, this Order shall terminate on the following day.

No later than sixty (60) days after the BLM or NMSLO approves or denies a Proposed Agreement, Applicant shall submit a Form C-103 to OCD with a copy of the decision and a description of the approved lands, as applicable. If Applicant withdraws or the BLM or NMSLO denies a Proposed Agreement, this Order shall terminate on the date of such action, and Applicant shall cease commingling the production from the Pooled Area. If the BLM or NMSLO approves but modifies the Proposed Agreement(s), Applicant shall comply with the approved Agreement(s), and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingling application to OCD to conform this Order with the approved Agreement(s). If Applicant fails to submit the new surface commingling application or OCD denies the new surface commingling application, this Order shall terminate on the date of such action.

Applicant shall allocate the gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B until the Proposed Agreement which includes the Pooled Area is approved. After the Proposed Agreement is approved, the gas production from the Pooled Area shall be allocated as required by the BLM's or NMSLO's, as applicable, approval of the Agreement, including any production that had been allocated previously in accordance with this Order.

- 4. The allocation of gas production to wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 5. The allocation of gas production to each group of wells identified in Exhibit D shall be determined by separating and metering the production from each group as described by Train in Exhibit D prior to commingling that production with production from any other well.
- 6. The allocation of gas production shall be based on the production life of each well as measured for three periods: (a) the initial production period shall be measured from the first production until the earlier of either the peak production rate or thirty (30) days after the first production; (b) the plateau period shall be measured from the end of the initial production

Order No. PLC-835-D Page 3 of 5

period to the peak decline rate; and (c) the decline period shall be measured from the end of the plateau period until the well is plugged and abandoned.

During the initial production period, the gas production for each well identified in Exhibit A shall be allocated using a production curve calculated from a minimum of ten (10) well tests per month, except that any day in which a well test cannot achieve an accurate result due to a temporary change in gas production shall not be included in the computation of time determining the well test schedule. The production curve shall be calculated by interpolating daily production for each day using the known daily production obtained by well tests and shall use a method of interpolation that is at minimum as accurate as maintaining a constant rate of change for each day's production between the known daily production values.

During the plateau period, the gas production for each well identified in Exhibit A shall be allocated using a minimum of three (3) well tests per month.

During the decline period, the gas production for each well identified in Exhibit A shall be allocated as follows: (a) a minimum of three (3) well tests per month when the decline rate is greater than twenty-two percent (22%) per month; (b) a minimum of two (2) well tests per month when the decline rate is between twenty-two percent (22%) and ten percent (10%) per month; and (c) a minimum of one (1) well test per month when the decline rate is less than ten percent (10%) per month.

Upon OCD's request, Applicant shall submit a Form C-103 to the OCD Engineering Bureau that contains the decline rate curve and other relevant information demonstrating the production life of a well.

Applicant shall conduct a well test by separating and metering the gas production from that well for either (a) a minimum of twenty-four (24) consecutive hours; or (b) a combination of nonconsecutive periods that meet the following conditions: (i) each period shall be a minimum of six (6) hours; and (ii) the total duration of the nonconsecutive periods shall be a minimum of eighteen (18) hours.

The well test requirements of this Order shall be suspended for any well shut-in for a period that continues for more than fifteen (15) days until the well commences production.

- 7. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8.B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8.E. NMAC.
- 8. Applicant shall calibrate the meters used to measure or allocate gas production in accordance with 19.15.12.10.C.(2) NMAC.
- 9. If the commingling of gas production from any pool, lease, or well reduces the value of the commingled gas production to less than if it had remained segregated, no later than sixty (60)

Order No. PLC-835-D Page 4 of 5

days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.

- 10. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10.C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 11. If a well is not included in Exhibit A but produces from a pool and lease identified in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of gas production to it, and the location(s) that commingling of its production will occur.
- 12. For the well(s) included in Exhibit C that produce from a pool and lease identified in Exhibit A, Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been removed from the commingling project currently authorized within Order PLC-767-C and prior to including it in the commingling project authorized within this Order. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of gas production to it, and the location(s) that commingling of its production will occur.
- 13. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 14. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
- 15. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

DYLAN M. FUGE DIRECTOR (ACTING)

Order No. PLC-835-D Page 5 of 5

**DATE:** 3/28/24

### State of New Mexico Energy, Minerals and Natural Resources Department

## Exhibit A

Order: PLC-835-D

Operator: Oxy USA, Inc. (16696)

Central Tank Battery: Taco Cat Battery

Central Tank Battery Location: UL E, Section 27, Township 22 South, Range 32 East

Central Tank Battery: Avogato 30 31 State Battery

Central Tank Battery Location: UL A, Section 30, Township 22 South, Range 33 East

Central Tank Battery: Red Tank 27 28 Oil Gathering Station

Central Tank Battery Location: UL E, Section 27, Township 22 South, Range 32 East

Central Tank Battery: Red Tank 26 Central Processing Facility

Central Tank Battery Location: UL G, Section 26, Township 22 South, Range 32 East Gas Title Transfer Meter Location: UL A, Section 30, Township 22 South, Range 33 East

#### **Pools**

Pool Name	<b>Pool Code</b>
<b>RED TANK; BONE SPRING</b>	51683
RED TANK; BONE SPRING, EAST	51687
WC-025 G-09 S223332A; UPR WOLFCAMP	98177
WC-025 G-08 S223227D; UPPER WOLFCAMP	98286

#### Leases as defined in 19.15.12.7(C) NMAC Lease UL or Q/Q S-T-R 27-22S-32E All CA Wolfcamp NMNM 144210 34-22S-32E All 27-22S-32E All **CA Bone Spring NMNM 144209** All 34-22S-32E E/2 E/230-22S-33E **CA Bone Spring NMSLO PUN 1366786** E/2 E/231-22S-33E E/230-22S-33E CA Bone Spring NMSLO PUN 1378315 E/231-22S-33E E/230-22S-33E CA Wolfcamp NMSLO PUN 1378881 E/231-22S-33E W/230-22S-33E CA Bone Spring NMSLO PUN 1378301 W/231-22S-33E W/230-22S-33E **CA Bone Spring NMSLO PUN 1380825** W/231-22S-33E W/27-22S-33E CA Bone Spring NMSLO PUN 1395874 W/218-22S-33E BCFGJKNO 7-22S-33E CA Bone Spring NMSLO PUN 1395889 BCFGJKNO 18-22S-33E E/27-22S-33E CA Bone Spring NMSLO PUN 1395891 E/218-22S-33E W/2 W/236-21S-32E CA Bone Spring NMNM105794788 W/2 W/21-22S-32E

W/2 W/2

12-22S-32E

V0 3527 0002	N/2 N/2	31-22S-33E
V0 4617 0002	All	7-22S-33E
L0 4780 0004	All	18-22S-33E
V0 2512 0004	W/2	36-22S-32E
V0 3812 0002	E/2	36-22S-32E
	All	25-22S-32E
NMNM 105314953 (002379)	<b>E/2</b>	26-22S-32E
	<b>E/2</b>	35-22S-32E
NMNM 105316081 (086149)	W/2	26-22S-32E
NMNM 105463235 (086150)	W/2	35-22S-32E

Wells				
Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-44933	Taco Cat 27 34 Federal Com #11H	All	27-22S-32E	£1(02
30-025-44933	Taco Cat 2/34 Federal Com #11H	All	34-22S-32E	51683
30-025-44934	Taco Cat 27 34 Federal Com #21H	All	27-22S-32E	51683
30-025-44934	Taco Cat 2/ 54 Federal Com #21H	All	34-22S-32E	51065
30-025-46949	Taco Cat 27 34 Federal Com #24H	All	27-22S-32E	51683
30-023-40343	Taco Cat 27 34 Federal Com #2411	All	34-22S-32E	31003
30-025-46934	Taco Cat 27 34 Federal Com #25H	All	27-22S-32E	51683
30-023-40934	Taco Cat 27 34 Federal Com #2311	All	34-22S-32E	31003
30-025-46935	Taco Cat 27 34 Federal Com #26H	All	27-22S-32E	51683
30-023-40733	1 aco Cat 27 34 Federal Colli #2011	All	34-22S-32E	31003
30-025-46925	Taco Cat 27 34 Federal Com #32H	All	27-22S-32E	51683
30-023-40923	Taco Cat 27 34 Federal Com #3211	All	34-22S-32E	31003
30-025-46936	Taco Cat 27 34 Federal Com #34H	All	27-22S-32E	51683
30-023-40930	Taco Cat 27 34 Federal Com #3411	All	34-22S-32E	31003
30-025-44935	Taco Cat 27 34 Federal Com #31H	All	27-22S-32E	98286
30-023-44933	Taco Cat 27 34 Federal Com #3111	All	34-22S-32E	70200
30-025-46926	Taco Cat 27 34 Federal Com #33H	All	27-22S-32E	98286
30-023-40920	Taco Cat 27 34 Federal Com #3311	All	34-22S-32E	70200
30-025-46937	Taco Cat 27 34 Federal Com #35H	All	27-22S-32E	98286
30-023-40737	1 aco Cat 27 34 Federal Colli #3311	All	34-22S-32E	70200
30-025-45927	Avogato 30 31 State Com #32H	W/2	30-22S-33E	51687
30-023-43721	Avogato 30 31 State Com #3211	W/2	31-22S-33E	31007
30-025-45956	Avogato 30 31 State Com #11H	W/2	30-22S-33E	51687
30-023-43730	Avogato 30 31 State Com #1111	W/2	31-22S-33E	31007
30-025-45957	Avogato 30 31 State Com #12H	W/2	30-22S-33E	51687
30-023-43/37	Avogato 30 31 State Com #1211	<b>W</b> /2	31-22S-33E	31007
30-025-45958	Avogato 30 31 State Com #13H	W/2	30-22S-33E	51687
30-023-43730	Avogato 30 31 State Com #1311	W/2	31-22S-33E	31007
30-025-45959	Avogato 30 31 State Com #14H	E/2	30-22S-33E	51687
50-045 <b>-4</b> 5757	Avogato so sa State Com #1411	E/2	31-22S-33E	31007
30-025-45924	Avogato 30 31 State Com #21H	W/2	30-22S-33E	51687
50-025 <b>-1</b> 572 <b>1</b>	Avogato 30 31 State Com #2111	W/2	31-22S-33E	31007
30-025-45925	Avogato 30 31 State Com #22H	W/2	30-22S-33E	51687
JU-U4J-4J74J	Avugatu 30 31 State Culli #2211	W/2	31-22S-33E	31007

30-025-45926	Avogato 30 31 State Com #23H	W/2	30-22S-33E	51687
		W/2	31-22S-33E	
30-025-45960	Avogato 30 31 State Com #24H	E/2	30-22S-33E	51687
		E/2	31-22S-33E	
30-025-45961	Avogato 30 31 State Com #25H	E/2	30-22S-33E	51687
20 023 43/01	Tivogato 50 51 State Com #2511	E/2	31-22S-33E	31007
30-025-45929	Avogato 30 31 State Com #31H	W/2	30-22S-33E	51687
30-023-43/2/	Avogato 30 31 State Com #3111	W/2	31-22S-33E	31007
30-025-45928	Avogato 30 31 State Com #33H	W/2	30-22S-33E	51687
30-023-43720	Avogato 30 31 State Com #3311	W/2	31-22S-33E	31007
30-025-45930	Avogato 30 31 State Com #34H	<b>E/2</b>	30-22S-33E	51687
30-023-43930	Avogato 30 31 State Com #34ff	<b>E/2</b>	31-22S-33E	31007
20 025 45022	Avogata 20 21 State Com #4H	E/2	30-22S-33E	51697
30-025-45923	Avogato 30 31 State Com #4H	<b>E/2</b>	31-22S-33E	51687
20.025.45074	A 4 20 21 Ct 4 Ct 11FATT	E/2	30-22S-33E	F1 (0F
30-025-45964	Avogato 30 31 State Com #74H	E/2	31-22S-33E	51687
20.025.45021	A 4 20 21 C	E/2	30-22S-33E	00155
30-025-45931	Avogato 30 31 State Com #35H	E/2	31-22S-33E	98177
20.025.44402	D 15 1 20 24 St. 1 St. 1/4 477	E/2 E/2	30-22S-33E	<b>-</b> 4.60 <b>-</b>
30-025-44193	Red Tank 30 31 State Com #14H	E/2 E/2	31-22S-33E	51687
		E/2 E/2	30-22S-33E	
30-025-44161	Red Tank 30 31 State Com #24Y	E/2 E/2	31-22S-33E	51687
		E/2 E/2	30-22S-33E	
30-025-44063	Red Tank 30 31 State Com #34H	E/2 E/2	31-22S-33E	51687
		W/2	7-22S-33E	
30-025-48745	Senile Felines 18 7 State Com #21H	W/2	18-22S-33E	51687
		W/2	7-22S-33E	
30-025-48746	Senile Felines 18 7 State Com #22H	W/2	18-22S-33E	51687
		W/2	7-22S-33E	
30-025-48747	Senile Felines 18 7 State Com #23H	W/2	18-22S-33E	51687
		W/2	7-22S-33E	
30-025-48756	Senile Felines 18 7 State Com #311H	W/2	18-22S-33E	98177
		W/2	7-22S-33E	
30-025-48751	Senile Felines 18 7 State Com #31H	W/2	18-22S-33E	98177
		$\frac{W/2}{W/2}$	7-22S-33E	
30-025-48752	Senile Felines 18 7 State Com #32H	W/2	18-22S-33E	98177
		BCFGJKNO	7-22S-33E	
30-025-48748	Senile Felines 18 7 State Com #24H	BCFGJKNO	18-22S-33E	51687
		BCFGJKNO	7-22S-33E	
30-025-48758	Senile Felines 18 7 State Com #312H	BCFGJKNO	18-22S-33E	98177
30-025-48749	Senile Felines 18 7 State Com #25H	E/2 E/2	7-22S-33E 18-22S-33E	51687
30-025-48750	Senile Felines 18 7 State Com #26H	E/2	7-22S-33E	51687
		E/2	18-22S-33E	
30-025-48754	Senile Felines 18 7 State Com #34H	E/2	7-22S-33E	98177
		E/2	18-22S-33E	
30-025-48755	Senile Felines 18 7 State Com #35H	E/2	7-22S-33E	98177
		E/2	18-22S-33E	

30-025-48757	Senile Felines 18 7 State Com #313H	E/2 E/2	7-22S-33E	98177
			18-22S-33E	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
30-025-51343	Avogato 30 31 State Com #73H	<b>E/2</b>	30-22S-33E	51687
	Trogue do di State Com 17011	E/2	31-22S-33E	31007
30-025-51698	Avogato 30 31 State Com #72H	W/2	30-22S-33E	51687
30-023-31070	Avogato 30 31 State Com #7211	W/2	31-22S-33E	31007
30-025-51697	Avagata 20.21 State Com #71H	W/2	30-22S-33E	51687
30-023-31097	Avogato 30 31 State Com #71H	W/2	31-22S-33E	31007
20.025.51240	A	E/2	30-22S-33E	£1.07
30-025-51340	Avogato 30 31 State Com #2H	<b>E/2</b>	31-22S-33E	51687
20.025.51.00.0	A 4 20 21 C 4 C 1/4TI	W/2	30-22S-33E	F1 (0F
30-025-51696	Avogato 30 31 State Com #1H	W/2	31-22S-33E	51687
-		W/2 W/2	36-21S-32E	
30-025-50766	Paw Swap 12 36 Federal Com #21H	W/2 W/2	1-22S-32E	51683
		W/2 W/2	12-22S-32E	
		W/2 W/2	36-21S-32E	
30-025-50765	Paw Swap 12 36 Federal Com #11H	W/2 W/2	1-22S-32E	51683
30 023 30703	1 aw Swap 12 30 1 cuciai Com #1111	W/2 W/2 W/2 W/2	12-22S-32E	31005
		W/2 W/2	25-22S-32E	
30-025-50949	Stack Cats 25 36 Federal Com #31H	W/2 W/2	36-22S-32E	98177
30-025-50950	Stack Cats 25 36 Federal Com #32H	W/2	25-22S-32E	98177
		W/2	36-22S-32E	
30-025-50951	Stack Cats 25 36 Federal Com #33H	W/2	25-22S-32E	98177
		W/2	36-22S-32E	
30-025-50953	Stack Cats 25 36 Federal Com #311H	W/2	25-22S-32E	98177
		W/2	36-22S-32E	
30-025-50952	Stack Cats 25 36 Federal Com #34H	<b>E/2</b>	25-22S-32E	98177
	20001 200 <b>2</b> 0 <b>0</b> 0 1 <b>0</b> 00 10 11	E/2	36-22S-32E	, 01
30-025-50954	Stack Cats 25 36 Federal Com #312H	<b>E/2</b>	25-22S-32E	98177
30-023-30734	Stack Cats 25 50 Federal Colli #51211	E/2	36-22S-32E	70177
30-025-50955	Stack Cats 25 36 Federal Com #313H	<b>E/2</b>	25-22S-32E	98177
30-023-30733	Stack Cats 23 30 Federal Colli #31311	E/2	36-22S-32E	70177
30-025-51752	Stack Cats 25 36 Federal Com #22H	W/2	25-22S-32E	51683
30-023-31732	Stack Cats 25 50 Federal Com #22H	W/2	36-22S-32E	31003
20 025 51752	Stack Cats 25 36 Federal Com #23H	W/2	25-22S-32E	<b>51</b> (02
30-025-51753	Stack Cats 25 56 Federal Com #25H	W/2	36-22S-32E	51683
20.025.51554		W/2	25-22S-32E	F1 (02)
30-025-51754	Stack Cats 25 36 Federal Com #24H	W/2	36-22S-32E	51683
	a	W/2 E/2	25-22S-32E	-1.504
30-025-51755	Stack Cats 25 36 Federal Com #25H	W/2 E/2	36-22S-32E	51683
		E/2 E/2	25-22S-32E	
30-025-51756	Stack Cats 25 36 Federal Com #26H	E/2 E/2	36-22S-32E	51683
		W/2	26-22S-32E	
30-025-50375	Llama Mall 26 35 Federal Com #311H	W/2	35-22S-32E	98286
		W/2 W/2	26-22S-32E	
30-025-50300	Llama Mall 26 35 Federal Com #312H	W/2 W/2	26-22S-32E 35-22S-32E	98286
30-025-50098	Llama Mall 26 35 Federal Com #21H	W/2	26-22S-32E	51683
		W/2	35-22S-32E	

30-025-50305	Llama Mall 26 35 Federal Com #22H	W/2	26-22S-32E	51683
30-023-30303	Diama Mai 2000 Com Mai 2000 Mai		35-22S-32E	31003
30-025-50306	Llama Mall 26 35 Federal Com #23H	W/2	26-22S-32E	51683
30-023-30300	Liama Man 20 33 Feuci ai Com #2311	W/2	35-22S-32E	31003
30-025-50099	Llama Mall 26 35 Federal Com #31H	W/2	26-22S-32E	98286
50-025-500// Elama Wali 20 55 Federal Com #5111	W/2	35-22S-32E	70400	
30 025 50310	-025-50310 Llama Mall 26 35 Federal Com #32H	W/2	26-22S-32E	98286
50-025-50510	W/2	35-22S-32E	70200	
30 025 50311	30-025-50311 Llama Mall 26 35 Federal Com #33H	W/2	26-22S-32E	98286
50-025-50511	Liama Man 20 33 Federal Com #35ff	W/2	35-22S-32E	90400
30-025-50301 Llama Mall 26 35 Federal Com #313H	<b>E/2</b>	26-22S-32E	98286	
30-023-30301	Liama Man 20 35 Federal Com #315H	<b>E/2</b>	35-22S-32E	90400
30-025-50307	Llama Mall 26 35 Federal Com #24H	<b>E/2</b>	26-22S-32E	51683
30-023-30307	Liama Man 20 33 Federal Com #2411	<b>E/2</b>	35-22S-32E	31003
30-025-50308	Llama Mall 26 35 Federal Com #25H	<b>E/2</b>	26-22S-32E	51683
30-023-30306	Liama Man 20 55 Federal Com #25f1	<b>E/2</b>	35-22S-32E	31003
30-025-50309	Llama Mall 26 35 Federal Com #26H	E/2	26-22S-32E	51683
30-023-30307	Liama Man 20 33 Federal Com #2011	<b>E/2</b>	35-22S-32E	31003
30-025-50298	Llama Mall 26 35 Federal Com #34H	E/2	26-22S-32E	98286
30-023-30298	Liania Ivian 20 33 Federal Com #34fi	<b>E/2</b>	35-22S-32E	70400
20 025 50200	Llama Mall 26 25 Endaval Com #2511	E/2	26-22S-32E	00206
30-025-30299	30-025-50299 Llama Mall 26 35 Federal Com #35H	<b>E/2</b>	35-22S-32E	98286

## State of New Mexico Energy, Minerals and Natural Resources Department

# **Exhibit B**

Order: PLC-835-D

Operator: Oxy USA, Inc. (16696)

	<b>Pooled Areas</b>			
Pooled Area	UL or Q/Q	S-T-R	Acres	Pooled Area II
CA Wolfcamp NMSLO	W/2	7-22S-33E	611.84	В
CA Woncamp Wisco	W/2	18-22S-33E	011.04	D
CA Wolfcamp NMSLO	BCFGJKNO	7-22S-33E	640	D
CA Woncamp NWSLO	BCFGJKNO	18-22S-33E	040	D
CA Wolfoamp NMSLO	E/2	7-22S-33E	640	F
CA Wolfcamp NMSLO	<b>E/2</b>	18-22S-33E		Г
CA Welferm DI M	W/2	25-22S-32E	640	C
CA Wolfcamp BLM	W/2	36-22S-32E		G
CA W-16 NIMNIM 105022525	E/2	25-22S-32E	640	TT
CA Wolfcamp NMNM 105823527	<b>E/2</b>	36-22S-32E		Н
CA W-16 NIMNIM 105020072	W/2	26-22S-32E	(40	т
CA Wolfcamp NMNM 105828973	W/2	35-22S-32E	640	Ι
CA Dana Garaina DI M	W/2	26-22S-32E	(40	т.
CA Bone Spring BLM	W/2	35-22S-32E	640	J
CAR C:	W/2	25-22S-32E	(40	17
CA Bone Spring	W/2	36-22S-32E	640	K
CA Dono Contino NIMINIM 10/252004	W/2 E/2	25-22S-32E	220	т
CA Bone Spring NMNM 106353894	W/2 E/2	36-22S-32E	320	L
CA D C ' NIMANIA 10/252005	E/2 E/2	25-22S-32E	220	3.7
CA Bone Spring NMNM 106353895	E/2 E/2	36-22S-32E	320	M

## **Leases Comprising Pooled Areas**

Lease	UL or Q/Q	S-T-R	Acres	Pooled Area ID
VO 46170002	W/2	7-22S-33E	305.64	В
LO 47800004	W/2	18-22S-33E	306.2	В
VO 46170002	BCFGJKNO	7-22S-33E	320	D
LO 47800004	BCFGJKNO	18-22S-33E	320	D
VO 46170002	<b>E/2</b>	7-22S-33E	320	$\mathbf{F}$
LO 47800004	<b>E/2</b>	18-22S-33E	320	F
NMNM 105314953 (002379)	W/2	25-22S-32E	320	G
V0 2512 0004	W/2	36-22S-32E	320	G
NMNM 105314953 (002379)	E/2	25-22S-32E	320	Н
V0 3812 0002	E/2	36-22S-32E	320	Н
NMNM 105316081 (086149)	W/2	26-22S-32E	320	I
NMNM 105463235 (086150)	W/2	35-22S-32E	320	I
NMNM 105316081 (086149)	W/2	26-22S-32E	320	J
NMNM 105463235 (086150)	W/2	35-22S-32E	320	J

W/2	25-22S-32E	320	K
W/2	36-22S-32E	320	K
W/2 E/2	25-22S-32E	160	L
W/2 E/2	36-22S-32E	160	$\mathbf{L}$
E/2 E/2	25-22S-32E	160	M
E/2 E/2	36-22S-32E	160	M
	W/2 W/2 E/2 W/2 E/2 E/2 E/2	W/2 36-22S-32E W/2 E/2 25-22S-32E W/2 E/2 36-22S-32E E/2 E/2 25-22S-32E	W/2       36-22S-32E       320         W/2 E/2       25-22S-32E       160         W/2 E/2       36-22S-32E       160         E/2 E/2       25-22S-32E       160

## **State of New Mexico**

## **Energy, Minerals and Natural Resources Department**

# **Exhibit C**

Order: PLC-835-D

Operator: Oxy USA, Inc. (16696)

XX	10	11	
v	-	ш	

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-41885	Red Tank 31 State #5H	N/2 N/2	31-22S-33E	51687

## State of New Mexico Energy, Minerals and Natural Resources Department

# **Exhibit D**

Order: PLC-835-D

Operator: Oxy USA, Inc. (16696)

	Wells			
Well API	Well Name	UL or Q/Q	S-T-R	Train
30-025-44933	Taco Cat 27 34 Federal Com #11H	All	27-22S-32E	<b>A1</b>
30-025-44933	Taco Cat 27 54 Federal Colli #11H	All	34-22S-32E	AI
30-025-44934	Taco Cat 27 34 Federal Com #21H	All	27-22S-32E	A1
30-023-44/34	1 aco Cat 27 34 Federal Colli #2111	All	34-22S-32E	AI
30-025-46949	Taco Cat 27 34 Federal Com #24H	All	27-22S-32E	<b>A1</b>
30-023-40747	1 aco Cat 27 34 Federal Colli #2411	All	34-22S-32E	AI
30-025-46934	Taco Cat 27 34 Federal Com #25H	All	27-22S-32E	<b>A1</b>
30-023-40734	1 aco Cat 27 34 Federal Colli #2311	All	34-22S-32E	AI
30-025-46935	Taco Cat 27 34 Federal Com #26H	All	27-22S-32E	<b>A1</b>
30-023-40733	1 aco Cat 27 34 Federal Colli #2011	All	34-22S-32E	AI
30-025-46925	Taco Cat 27 34 Federal Com #32H	All	27-22S-32E	<b>A1</b>
30-023-40723	1 aco Cat 27 34 Federal Colli #3211	All	34-22S-32E	AI
30-025-46936	Taco Cat 27 34 Federal Com #34H	All	27-22S-32E	<b>A1</b>
30-023-40730	1 aco Cat 27 34 Federal Colli #3411	All	34-22S-32E	AI
30-025-44935	Taco Cat 27 34 Federal Com #31H	All	27-22S-32E	<b>A1</b>
30-023-44/33	1 aco Cat 27 34 Federal Colli #3111	All	34-22S-32E	AI
30-025-46926	Taco Cat 27 34 Federal Com #33H	All	27-22S-32E	<b>A1</b>
30-023-40720	1 aco Cat 27 34 Federal Colli #3311	All	34-22S-32E	AI
30-025-46937	Taco Cat 27 34 Federal Com #35H	All	27-22S-32E	<b>A1</b>
30-023-40737	1 aco Cat 27 34 Federal Colli #3311	All	34-22S-32E	AI
30-025-45927	Avogato 30 31 State Com #32H	W/2	30-22S-33E	<b>B</b> 1
30-023-43721	Avogato 30 31 State Com #3211	W/2	31-22S-33E	D1
30-025-45956	Avogato 30 31 State Com #11H	W/2	30-22S-33E	R1
30-023-43730	Avogato 30 31 State Com #1111	W/2	31-22S-33E	<b>B</b> 1
30-025-45957	Avogato 30 31 State Com #12H	W/2	30-22S-33E	<b>B</b> 1
30-023-43737	Avogato 30 31 State Com #1211	W/2	31-22S-33E	DI
30-025-45958	Avogato 30 31 State Com #13H	W/2	30-22S-33E	<b>B</b> 1
30-023-43736	Avogato 30 31 State Com #1311	W/2	31-22S-33E	DI
30-025-45959	Avogato 30 31 State Com #14H	<b>E/2</b>	30-22S-33E	<b>B</b> 1
30-023-43737	Avogato 30 31 State Com #1411	<b>E/2</b>	31-22S-33E	DI
30-025-45924	Avogato 30 31 State Com #21H	W/2	30-22S-33E	<b>B</b> 1
30-023-43724	Avogato 30 31 State Com #2111	W/2	31-22S-33E	DI
30-025-45925	Avogato 30 31 State Com #22H	W/2	<b>30-22S-33E</b>	B1
JU-U2J <b>-4</b> J/2J	1110gato 30 31 State Com #2211	W/2	31-22S-33E	זע
30-025-45926	Avogato 30 31 State Com #23H	W/2	30-22S-33E	<b>B</b> 1
JU-U2J-4JJ2U	Avogato 30 31 State Com #2311	W/2	31-22S-33E	D1
30-025-45960	Avogato 30 31 State Com #24H	<b>E/2</b>	30-22S-33E	<b>B</b> 1
30-043-43700		<b>E/2</b>	31-22S-33E	DI

30-025-45961	Avogato 30 31 State Com #25H	E/2 E/2	30-22S-33E	B1
		W/2	31-22S-33E 30-22S-33E	
30-025-45929	Avogato 30 31 State Com #31H	W/2	31-22S-33E	<b>B</b> 1
	Avogato 30 31 State Com #33H	W/2	30-22S-33E	B1
30-025-45928		W/2	31-22S-33E	
20.025.45020		E/2	30-22S-33E	D1
30-025-45930	Avogato 30 31 State Com #34H	E/2	31-22S-33E	<b>B</b> 1
20.025.45022	A	E/2	30-22S-33E	D1
30-025-45923	Avogato 30 31 State Com #4H	E/2	31-22S-33E	<b>B</b> 1
20 025 45064	Avogata 20 21 State Com #7/III	E/2	30-22S-33E	D1
30-025-45964	Avogato 30 31 State Com #74H	E/2	31-22S-33E	<b>B</b> 1
30-025-45931	Avogato 30 31 State Com #35H	E/2	30-22S-33E	B1
30-023-43731	Avogato 30 31 State Com #3311	E/2	31-22S-33E	DI
30-025-44193	Red Tank 30 31 State Com #14H	E/2 E/2	30-22S-33E	<b>B</b> 1
30-023-44173	Red Tank 50 51 State Com #1411	E/2 E/2	31-22S-33E	DI
30-025-44161	Red Tank 30 31 State Com #24Y	E/2 E/2	30-22S-33E	<b>B</b> 1
30-023-44101	Red Tank 30 31 State Com #241	E/2 E/2	31-22S-33E	DI
30-025-44063	Red Tank 30 31 State Com #34H	E/2 E/2	30-22S-33E	<b>B1</b>
30-023-44003	Red Tank 30 31 State Com #3411	E/2 E/2	31-22S-33E	DI
30-025-48745	Senile Felines 18 7 State Com #21H	W/2	7-22S-33E	<b>B1</b>
30-023-40743	Senile Feniles 16 / State Com #2111	W/2	18-22S-33E	DI
30-025-48746	Senile Felines 18 7 State Com #22H	W/2	7-22S-33E	<b>B1</b>
30-023-40740	Senile Felines 18 / State Com #22H	W/2	18-22S-33E	DI
30-025-48747	Senile Felines 18 7 State Com #23H	W/2	7-22S-33E	<b>B1</b>
30-023-40747	Senile Femnes 16 / State Com #2511	W/2	18-22S-33E	D1
30-025-48756	Senile Felines 18 7 State Com #311H	W/2	7-22S-33E	<b>B</b> 1
30-023-40730	Seine Femies 10 / State Com #31111	W/2	18-22S-33E	
30-025-48751	Senile Felines 18 7 State Com #31H	W/2	7-22S-33E	<b>B</b> 1
30 023 40731	Senite Felines 10 / State Com #5111	W/2	18-22S-33E	
30-025-48752	Senile Felines 18 7 State Com #32H	W/2	7-22S-33E	<b>B</b> 1
50 023 40732	Senite I clines 10 / State Com #5211	W/2	18-22S-33E	
30-025-48748	Senile Felines 18 7 State Com #24H	BCFGJKNO	7-22S-33E	<b>B</b> 1
00 023 10710	Senie I chies 10 / State Com //2 111	BCFGJKNO	18-22S-33E	
30-025-48758	Senile Felines 18 7 State Com #312H	BCFGJKNO	7-22S-33E	<b>B1</b>
	Semie 1 cmies 10 / Semie Com #61211	BCFGJKNO	18-22S-33E	
30-025-48749	Senile Felines 18 7 State Com #25H	E/2	7-22S-33E	<b>B</b> 1
		E/2	18-22S-33E	
30-025-48750	Senile Felines 18 7 State Com #26H	E/2	7-22S-33E	<b>B</b> 1
		E/2	18-22S-33E	
30-025-48754	Senile Felines 18 7 State Com #34H	E/2	7-22S-33E	<b>B</b> 1
		E/2	18-22S-33E	
30-025-48755	Senile Felines 18 7 State Com #35H	E/2	7-22S-33E	<b>B</b> 1
		E/2	18-22S-33E	
30-025-48757	Senile Felines 18 7 State Com #313H	E/2	7-22S-33E	B1
		E/2	18-22S-33E	
30-025-51343	Avogato 30 31 State Com #73H	E/2	30-22S-33E	<b>B1</b>
	5	E/2	31-22S-33E	

30-025-51698	Avogato 30 31 State Com #72H	W/2	30-22S-33E	B1
	11/0gato 50 51 State Com 11/211	W/2	31-22S-33E	
30-025-51697	Avogato 30 31 State Com #71H	W/2	30-22S-33E	<b>B</b> 1
30-023-31077	Avogato 30 31 State Com #/111	W/2	31-22S-33E	DI
20 025 51240	Avegate 20.21 State Com #2H	<b>E/2</b>	30-22S-33E	<b>B</b> 1
30-025-51340	Avogato 30 31 State Com #2H	<b>E/2</b>	31-22S-33E	DI
20.025.51(0)	A	W/2	30-22S-33E	D1
30-025-51696	Avogato 30 31 State Com #1H	W/2	31-22S-33E	<b>B</b> 1
		W/2 W/2	36-21S-32E	
30-025-50766	Paw Swap 12 36 Federal Com #21H	W/2 W/2	1-22S-32E	<b>C1</b>
	-	W/2 W/2	12-22S-32E	
-		W/2 W/2	36-21S-32E	
30-025-50765	Paw Swap 12 36 Federal Com #11H	W/2 W/2	1-22S-32E	<b>C</b> 1
	*	W/2 W/2	12-22S-32E	
		W/2	25-22S-32E	
30-025-50949	Stack Cats 25 36 Federal Com #31H	W/2	36-22S-32E	<b>D</b> 1
		W/2	25-22S-32E	
30-025-50950	Stack Cats 25 36 Federal Com #32H	W/2	36-22S-32E	<b>D</b> 1
		W/2	25-22S-32E	
30-025-50951	Stack Cats 25 36 Federal Com #33H	W/2	36-22S-32E	<b>D</b> 1
		W/2	25-22S-32E	
30-025-50953	Stack Cats 25 36 Federal Com #311H	W/2	36-22S-32E	<b>D</b> 1
-		E/2	25-22S-32E	
30-025-50952	Stack Cats 25 36 Federal Com #34H	E/2	36-22S-32E	<b>D</b> 1
-		E/2	25-22S-32E	
30-025-50954	Stack Cats 25 36 Federal Com #312H	E/2 E/2	36-22S-32E	<b>D</b> 1
		E/2	25-22S-32E	
30-025-50955	Stack Cats 25 36 Federal Com #313H	E/2	36-22S-32E	<b>D</b> 1
		W/2	25-22S-32E	<del>.</del>
30-025-51752	Stack Cats 25 36 Federal Com #22H	W/2	36-22S-32E	<b>D</b> 1
		W/2	25-22S-32E	
30-025-51753	Stack Cats 25 36 Federal Com #23H	W/2	36-22S-32E	<b>D</b> 1
		W/2	25-22S-32E	
30-025-51754	Stack Cats 25 36 Federal Com #24H	W/2	36-22S-32E	<b>D</b> 1
-		W/2 E/2	25-22S-32E	
30-025-51755	Stack Cats 25 36 Federal Com #25H	W/2 E/2 W/2 E/2	36-22S-32E	<b>D</b> 1
		E/2 E/2	25-22S-32E	
30-025-51756	Stack Cats 25 36 Federal Com #26H	E/2 E/2 E/2 E/2	36-22S-32E	<b>D</b> 1
		W/2	26-22S-32E	
30-025-50375	Llama Mall 26 35 Federal Com #311H			<b>D2</b>
-		W/2	35-22S-32E	
30-025-50300	Llama Mall 26 35 Federal Com #312H	W/2	26-22S-32E	<b>D2</b>
		W/2	35-22S-32E	
30-025-50098	Llama Mall 26 35 Federal Com #21H	W/2	26-22S-32E	<b>D2</b>
		W/2	35-22S-32E	
30-025-50305	Llama Mall 26 35 Federal Com #22H	W/2	26-22S-32E	<b>D2</b>
		W/2	35-22S-32E	
30-025-50306	Llama Mall 26 35 Federal Com #23H	W/2	26-22S-32E	<b>D2</b>
		W/2	35-22S-32E	

30-025-50099	Llama Mall 26 35 Federal Com #31H	W/2	26-22S-32E	D2
		W/2	35-22S-32E	DZ
30-025-50310	Llama Mall 26 35 Federal Com #32H	W/2	26-22S-32E	<b>D2</b>
30-023-30310		W/2	35-22S-32E	
30-025-50311	Llama Mall 26 35 Federal Com #33H	W/2	26-22S-32E	<b>D2</b>
30-023-30311		W/2	35-22S-32E	D2
30-025-50301	Llama Mall 26 35 Federal Com #313H	<b>E/2</b>	26-22S-32E	<b>D2</b>
30-023-30301		E/2	35-22S-32E	DZ
30-025-50307	Llama Mall 26 35 Federal Com #24H	<b>E/2</b>	26-22S-32E	<b>D2</b>
30-023-30307		E/2	35-22S-32E	DZ
30-025-50308	Llama Mall 26 35 Federal Com #25H	<b>E/2</b>	26-22S-32E	<b>D2</b>
30-023-30300		E/2	35-22S-32E	DZ
30-025-50309	Llama Mall 26 35 Federal Com #26H	<b>E/2</b>	26-22S-32E	<b>D2</b>
		E/2	35-22S-32E	DZ
30-025-50298	Llama Mall 26 35 Federal Com #34H	<b>E/2</b>	26-22S-32E	<b>D2</b>
50-025-50270		E/2	35-22S-32E	DZ
30-025-50299	Llama Mall 26 35 Federal Com #35H	<b>E/2</b>	26-22S-32E	<b>D2</b>
50-025-502 <i>)</i>		<b>E/2</b>	35-22S-32E	D'E

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505** 

CONDITIONS

Action 296636

#### **CONDITIONS**

Operator:	OGRID:		
OXY USA INC	16696		
P.O. Box 4294	Action Number:		
Houston, TX 772104294	296636		
	Action Type:		
	[C-107] Surface Commingle or Off-Lease (C-107B)		

#### CONDITIONS

ſ	Created By	Condition	Condition Date
	dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.	3/28/2024