State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



Surface Commingling Order PC-1261

August 12, 2013

OXY USA, Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046

Attention: Jennifer Duarte

OXY USA, Inc. is hereby authorized to surface commingle Cedar Canyon; Delaware (11540), and Pierce Crossing; Bone Spring, East (96473), oil and gas production from the following wells.

Well Name	API#	Location
Harroun 10 Well No. 1	30-015-30375	Section 10, T-24-S R-29-E
Harroun 10 Well No. 2	30-015-31709	Section 10, T-24-S R-29-E
Harroun 10 Well No. 3	30-015-32617	Section 10, T-24-S R-29-E
Harroun 15 Well No. 7	30-015-29987	Section 15, T-24-S R-29-E
Harroun 15 Well No. 8	30-015-30253	Section 15, T-24-S R-29-E
Harroun 15 Well No. 14	30-015-32620	Section 15, T-24-S R-29-E
Harroun 15 Well No. 15	30-015-33317	Section 15, T-24-S R-29-E
Harroun 15 Well No. 16	30-015-33823	Section 15, T-24-S R-29-E
Harroun 15 Well No. 17	30-015-33822	Section 15, T-24-S R-29-E
Cedar Canyon 15 Well No. 2	30-015-41032	Section 15, T-24-S R-29-E
Cedar Canyon 22 Well No. 2	30-015-41327	Section 22, T-24-S R-29-E

All in NMPM, Eddy County, New Mexico

Commingled oil and gas production from the wells detailed above shall be measured and sold at the Harroun 15-15 Central Tank Battery located in Unit E of Section 15, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico.

Oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly. The commingled production from the wells is approved for off-lease measurement and sales.

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NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of commingling operations.

This approval is subject to like approval from the State Land Office (SLO) before commencement of commingling operations.

DONE at Santa Fe, New Mexico, on August 12, 2013.

JAMI BAILEY

Division Director

JB/re

cc: Oil Conservation Division - Artesia

State Land Office - Oil, Gas, and Minerals Division