		02/3 ENGINEER DB, 06/10/003 TYPE PC APP NO. PAXK 1317937649
DATE IN	927/13 DEPEN	ENGINEER DB, COSCID IN COB TYPE PC APP NO. PAXIC 1317937644
Dance	alled .	Reinstated ABOVE THIS LINE FOR DIVISION USE ONLY NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau - 1220 South St. Francis Drive, Santa Fe, NM 87505 1220 South St. Francis Drive, Santa Fe, NM 87505
	P I	ADMINISTRATIVE APPLICATION CHECKLIST
64 /	HIS CHECKLIST IS M	ANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
Аррік	[DHC-Down [PC-Po	ndard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] nhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ol Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [ified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
[1]	TYPE OF AF [A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD Dedication NSL SD DEDICATION - Check Those Which Apply for [A] NSL SD DEDICATION - Check Those Which Apply for [A] NSL SD DEDICATION - Check Those Which Apply for [A] NSL SD DEDICATION - Check Those Which Apply for [A] NSL ST
	Check [B]	One Only for [B] or [C]     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement       Image: DHC     CTB     PLC     PC     OLS     OLM       Injection - Disposal - Pressure Increase - Enhanced Oil Recovery     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement       Other: Specify     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement       Other: Specify     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement       Other: Specify     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement       Other: Specify     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement     Image: Commingling - Storage - Measurement
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
	[D]	Other: Specify
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check Those Which Apply, or  Does Not Apply Working, Royalty or Overriding Royalty Interest Owners
	[B]	Offset Operators, Leaseholders or Surface Owner
	[C]	Application is One Which Requires Published Legal Notice
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
	[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,
	[F]	Waivers are Attached
[3]		CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE

CERTIFICATION: I hereby certify that the information submitted with this application for administrative [4] approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jennifer Duarte Print or Type Name

2c - 1261

nature

Regulatory Specialist Title

06-26-2013 Date

jennifer duarte@oxy.com e-mail Address

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

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 COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: OXY USA Inc (16696)									
OPERATOR ADDRESS: 5 Greenway Plaza, Ste. 110; Houston, TX 77046									
APPLICATION TYPE:									
Pool Commingling Lease Commingling	g Pool and Lease Con	nmingling Off-Lease	Storage and Measur	ement (Only if not Surface	Commingled)				
Is this an Amendment to existing Order? Yes No If "Yes", please include the appropriate Order No									
	(A) POO	L COMMINGLIN	G						
Please attach sheets with the following information									
(1) Pool Names and Codes Gravities / BTU of Non-Commingled Production Non-Commingled Production Non-Commingle Non-Commingl									
Please see attached spreadsheet									
<ul> <li>(2) Are any wells producing at top allowables? ☐ Yes ⊠No</li> <li>(3) Has all interest owners been notified by certified mail of the proposed commingling? ⊠Yes ☐No.</li> <li>(4) Measurement type: ⊠Metering ☐ Other (Specify)</li> <li>(5) Will commingling decrease the value of production? ☐Yes ⊠No If "yes", describe why commingling should be approved</li> </ul>									
(B) LEASE COMMINGLING									
	Please attach sheets	s with the following in	nformation						
<ol> <li>Pool Name and Code.</li> <li>Is all production from same source of supply? ☐Yes ☐No</li> <li>Has all interest owners been notified by certified mail of the proposed commingling? ☐Yes ☐No</li> <li>Measurement type: ☐Metering ☐ Other (Specify)</li> </ol>									

#### (C) POOL and LEASE COMMINGLING Please attach sheets with the following information

(1) Complete Sections A and E.

#### (D) OFF-LEASE STORAGE and MEASUREMENT Please attached sheets with the following information

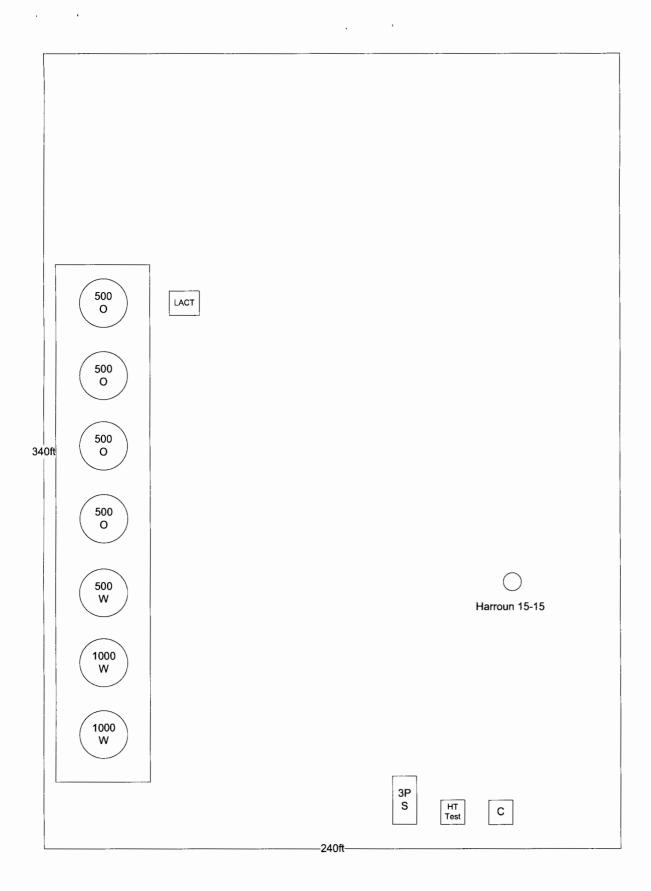
Is all production from same source of supply? □Yes □No
 Include proof of notice to all interest owners.

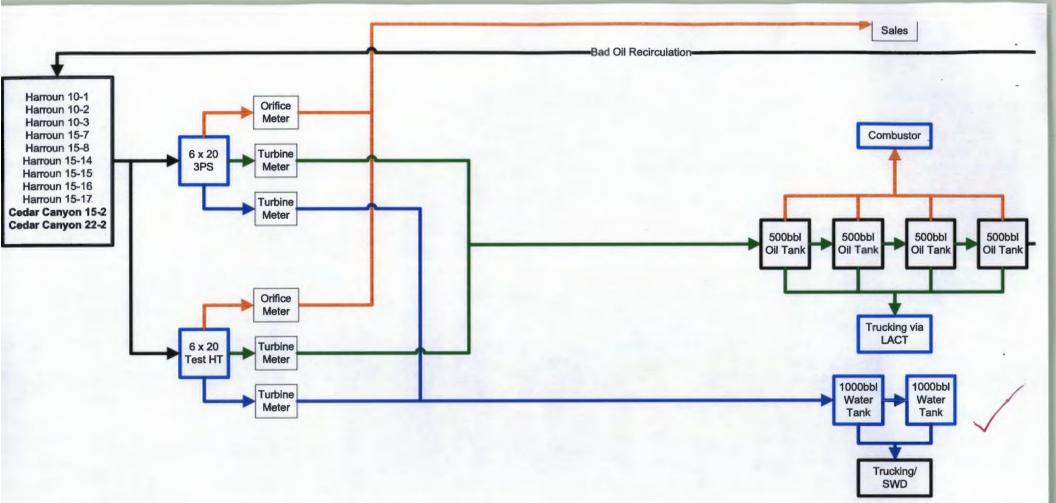
E-MAIL ADDRESS: \_\_\_\_\_jennifer\_duarte@oxy.com

(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information							
1) A schematic diagram of facility, including legal location.							
A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.							
(3) Lease Names, Lease and Well Numbers, and API Numbers.							
I hereby certify that the information above is true and complete to the best of my knowledge and belief.							
SIGNATURE: MARTINE TITLE: REGULATORY SPECIALIST_ DATE: 06/26/2013							
TYPE OR RINT NAME: JENNIFER DUARTE TELEPHONE NO.: _(713) 513-6640_/ (832)740-3716							

Weil #	Pool	Lease Number	Well Name	Battery Name	Working Interest	API Gravity by Pool	Volumes by Pool	API Gravity of Commingle	Total Volume of Commingle	Oil	Gas	Water	API	Location	Operator
	11540) CEDAR CANYON;DELAWARE	6-3024823	Harroun 10-1	Harroun 15-15	100%					15	22	47	30-015-30375	Sec.10, T245 R29E	OXY USA INC
	11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 10-2	Harroun 15-15	100%	]	Oil: 40 BOPD			3	10	20	/ 30-015-31709	Sec.10, T24S R29E	OXY USA INC
	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 10-3	Harroun 15-15	100%	40 API Gravity	Gas: 70 MSCFD		1	8	14	40	/ 30-015-32617	Sec.10, T24S R29E	OXY USA INC
4	(11540) CEDAR CANYON; DELAWARE	6-3024823	Harroun 15-7	Harroun 15-15	100%	40 API Gravity	Water: 200 BWPD			7	12	40	30-015-29987	Sec.15, T245 R29E	OXY USA INC
5	[11540] CEDAR CANYON; DELAWARE	6-3024824	Harroun 15-8	Harroun 15-15	100%	]	water: 200 BWPD		Oil: 890 BOPD	4	5	39	30-015-30253	Sec.15, T24S R29E	OXY USA INC
6	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 15-14	Harroun 15-15	100%			40.95	Gas: 1770 MSCFD	3	5	14	30-015-32620	Sec.15, T245 R29E	OXY USA INC
7	(96473) PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Harroun 15-15	Harroun 15-15	100%				Water: 900 BWPD	8	30	14	30-015-33317	Sec.15, T245 R29E	OXY USA INC
8	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Harroun 15-16	Harroun 15-15	100%		OII: 8SO BOPD			27	70	45	30-015-33823	Sec.15, T24S R29E	OXY USA INC
9	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Harroun 15-17	Harroun 15-15	100%	41 API Gravity	Gas: 1700 MSCFD			17	36	38	, 30-015-33822	Sec.15, T245 R29E	OXY USA INC
10	(96473) PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Cedar Canyon 15-2	Harroun 15-15	97%		Water: 700 8WPD			400	800	300	30-015-41032	Sec.15, T245 R29E	OXY USA INC
11	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Cedar Canyon 22-2	Harroun 15-15	73%					400	800	300	30-015-41327	Sec.22, T24S R29E	OXY USA INC

meter

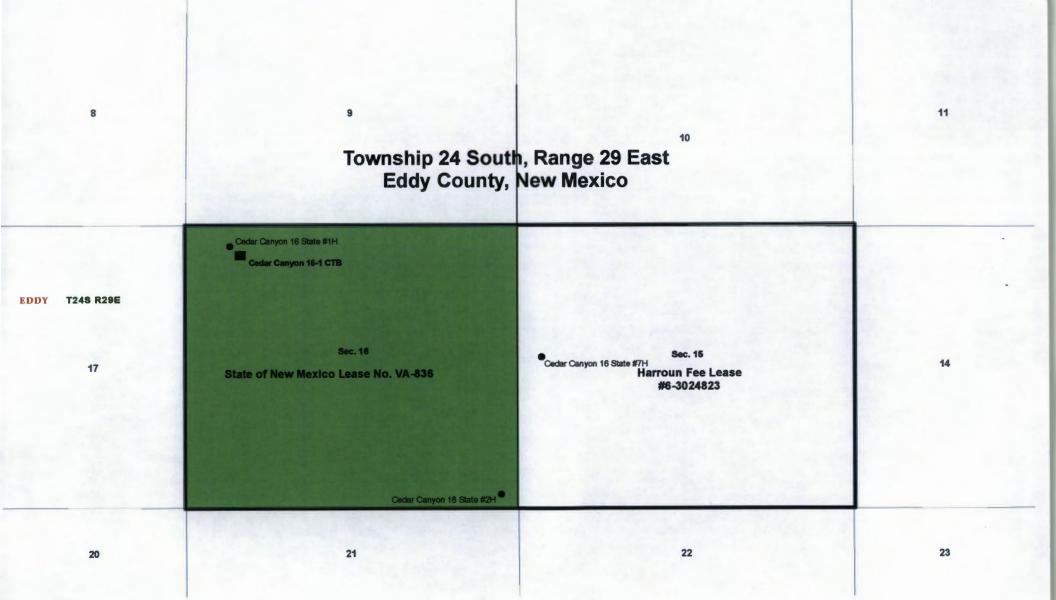




# Carlsbad, NM

	1.	Head north on N Canal St toward W Stevens St	<b>go 305 ft</b> totai 305 ft
4	<b>2</b> .	Take the 1st left onto W Stevens St About 53 secs	<b>go 413 ft</b> total 0.1 mi
4	<b>3</b> .	Turn left onto N Halagueno St About 1 min	<b>go 0.2 mi</b> total 0.4 mi
4	4.	Take the 3rd left onto W Greene St	<b>go 381 ft</b> total 0.5 mi
180	5.	Turn right onto US-180 W/US-285 S/US-62 W/S Canal St Continue to follow US-180 W/US-285 S/US-62 W About 5 mins	<b>go 2.0 mi</b> total 2.5 mi
285)	6.	Slight left onto US-285 S About 16 mins	<b>go 15.0 mi</b> total 17.4 mi
4	<b>7</b> .	Turn left onto Co Rd 720/Duarte Rd About 3 mins	<b>go 0.8 mi</b> total 16 3 mi
4	<b>8</b> .	Turn left onto Co Rd 745/Harroun Rd Continue to follow Harroun Rd About ର mins	<b>go 3.1 mi</b> total 21.4 mi
7	<b>9</b> .	Slight right onto Dog Town Rd About 5 mins	<b>go 1.3 m</b> i total 22.6 mi
4	<b>10</b> .	Turn left About 4 mins	<b>go 1.0 mi</b> total 23.6 mi
4	11.	Turn left About 6 mins	<b>go 1.6 mi</b> total 25 2 mi
2.00		rroun 15-15" nown road	

Well #	Pool	Lease Number	Well Name	Battery Name	Working Interest	API Gravity by Pool	Volumes by Pool	API Gravity of Commingle	Total Volume of Commingle	O#	Gas	Water	API	Location	Operator
1	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 10-1	Harroun 15-15	100%			-		15	22	47	30-015-30375	Sec.10, T245 R29E	OXY USA INC
2	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 10-2	Harroun 15-15	100%		Oil: 40 80PD			3	10	20	30-015-31709	Sec.10, T245 R29E	OXY USA INC
3	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 10-3	Harroun 15-15	100%	40 API Gravity	Gas: 70 MSCFD			8	14	40	30-015-32617	Sec.10, T24S R29E	OXY USA INC
4	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 15-7	Harroun 15-15	100%	40 Art Gravity	Water: 200 BWPD			7	12	40	30-015-29987	Sec.15, T24S R29E	OXY USA INC
5	[11540] CEDAR CANYON; DELAWARE	6-3024824	Harroun 15-8	Harroun 15-15	100%		Water, 200 Bitro		Oil: 890 BOPD	4	5	39	30-015-30253	Sec.15, T245 R29E	OXY USA INC
6	[11540] CEDAR CANYON;DELAWARE	6-3024823	Harroun 15-14	Harroun 15-15	100%			40.95	Gas: 1770 MSCFD	3	5	14	30-015-32620	Sec.15, T24S R29E	OXY USA INC
7	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Harroun 15-15	Harroun 15-15	100%				Water: 900 BWPD	8	30	14	30-015-33317	Sec.15, T245 R29E	OXY USA INC
8	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Harroun 15-16	Harroun 15-15	100%		OII: 850 BOPD			27	70	45	30-015-33823	Sec.15, T245 R29E	OXY USA INC
9	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Harroun 15-17	Harroun 15-15	100%	41 API Gravity	Gas: 1700 MSCFD			17	36	38	30-015-33822	Sec.15, T245 R29E	OXY USA INC
10	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Cedar Canyon 15-2	Harroun 15-15	97%		Water: 700 BWPD		1	400	800	300	30-015-41032	Sec.15, T24S R29E	OXY USA INC
11	[96473] PIERCE CROSSING; BONE SPRING, EAST	6-3024823	Cedar Canyon 22-2	Harroun 15-15	73%					400	800	300	30-015-41327	Sec.22, T24S R29E	OXY USA INC





4

Office (713) 366-5022 Cell (713) 918-9064 Fax (713) 985-4944 Wesley\_Robertson@Oxy.com

June 11, 2013

By email & Certified Mail Return Receipt Requested

WORKING INTEREST OWNERS:

RE: Application for Surface Commingling – Notice Sections 9, 10, 15, 16, and 22 <u>Township 24 South, Range 29 East, N.M.P.M.</u> Eddy County, New Mexico

Gentlemen:

Enclosed for your review is a copy of OXY USA Inc.'s (OXY) Application for Surface Commingling to commingle production from the wells listed on the attached Exhibit "A", at the Harroun 15-15 central tank battery located approximately 960' FWL and 1980' FNL, Section 15, T24S, R29E, Eddy Co., NM. Implementation of this project will significantly reduce operating costs of all working interest owners, and reduce additional burdens placed on the surface estate by facilities required for operations.

As a requirement of the New Mexico Oil Conservation Division (NMOCD), OXY has provided this notice because you are a working interest owner in one or more wells listed on Exhibit "A". Any objections to this notice must be submitted in writing to NMOCD, 1220 S. St. Francis Drive, Santa Fe, New Mexico 87505 within twenty (20) days of receipt of this letter. Should you have any questions or concerns, please don't hesitate to call or e-mail.

Sincerely,

OXY USA Inc.

Wesley Robertson, RPL Land Negotiator

# WORKING INTEREST OWNERS

Mobil Producing Texas & New Mexico Inc. c/o XTO Energy, Inc. 810 Houston St. Fort Worth, TX 76102 Attn: Dylan Boyer

Wayne and Linda Newkumet 500 West Texas Ave., Suite 1410 Midland, TX 79701

. .

Rutter and Wilbanks Corporation 203 W. Wall, Suite 1100 Midland, TX 79701



#### After printing this label:

- 1. Use the 'Print' button on this page to print your label to your laser or inkjet printer.
- 2. Fold the printed page along the horizontal line.
- 3 Place label in shipping pouch and affix it to your shipment so that the barcode portion of the label can be read and scanned

Warning. Use only the printed original fabel for shipping. Using a photocopy of this label for shipping purposes is fraudulent and could result in additional billing charges, along with the cancellation of your FedEx account number.

Use of this system constitutes your agreement to the service conditions in the current FedEx Service Guide, available on fedex.com.FedEx will not be responsible for any claim in excess of \$100 per package, whether the result of loss, damage, delay, non-delivery, misdelivery, or misinformation, unless you declare a higher value, pay an additional charge, document your actual loss and file a timely claim.Limitations found in the current FedEx Service Guide apply. Your right to recover from FedEx for any loss, including intrinsic value of the package, loss of sales, income interest, profit, attorney's fees, costs, and other forms of damage whether direct, incidental, consequential, or special is limited to the greater of \$100 or the authorized declared value. Recovery cannot exceed actual documented loss.Maximum for items of extraordinary value is \$1,000, e.g. jewelry, precious metals, negotiable instruments and other items listed in our ServiceGuide. Written claims must be filed within strict time limits, see current FedEx Service Guide.



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# NEW MEXICO STATE LAND OFFICE Commingle PRE-Application ONLINE Version

Please provide the following requested information so that the SLO staff can determine whether or not you qualify to submit a commingle application package.

Name: Jennifer Duarte	Company:	OXY	JSA INC	
	ə. 110			
Telephone: 713-513-6640	Fax:	State	TX Zip	77046
Mexico State Trust Lands is If you have any questions, p 1. Briefly describe what y	ce rule that applies to comming s Rule 100.53. The rule is attac please contact the Oil, Gas, and rou propose to do. OXY USA IN tached packet. The procuction wil	hed to the botto Minerals Divisi C plans to commi	m of this on at 505 ngle the p	form. 5-827-5791. production
different pools.				
Well name & number Please	Formation for each well. [ <i>Atta</i> a See Attached Packet	Leas	-	-
	visions			
	NMPM			
	e See Attached Packet		se #	
Lessee of Record				
	visions			
	NMPM			County NM
Pool				
	e See Attached Packet		ase #	
-	visions			
Sect R R	NMPM			County NM
Pool				

1



Address Information	
Ship to:	Ship from:
Commissioner of Public	Jennifer Duarte
Lands	
State of New Mexico	Oxy Inc
310 Old Santa Fe Trail	5 Greenway Plaza
Attention: Pete Martinez	Suite 110
SANTA FE, NM	Houston, TX
87504	77046
US	US
5058275760	7135136640

## **Shipment Information:**

Tracking no.: 796101785242 Ship date: 06/26/2013 Estimated shipping charges: 17.77

# **Package Information**

Service type: Priority Overnight Package type: FedEx Envelope Number of packages: 1 Total weight: 0.20 LBS Declared Value: 0.00 USD Special Services: Pickup/Drop-off: Use an already scheduled pickup at my location

### **Billing Information:**

Bill transportation to: Houston Greenway-678 Your reference: J Duarte P.O. no.: Invoice no.: Department no .:

Thank you for shipping online with FedEx ShipManager at fedex.com.

#### **Please Note**

FedEx will not be responsible for any claim in excess of \$100 per package, whether the result of loss, damage, delay, non-delivery, misdelivery, or misinformation, unless you declare a higher value, pay an additional charge, document your actual loss and file a timely claim. Limitations found in the current FedEx Service Guide apply. Your right to recover from FedEx for any loss, including intrinsic value of the package, loss of sales, income interest, profit, attorney's fees, costs, and other forms of damage whether direct, incidental, consequential, or special is limited to the greater of \$100 or the authorized declared value. Recovery cannot exceed actual documented loss. Maximum for items of extraordinary value is \$500, e.g., jewelry, precious metals, negotiable instruments and other items listed in our Service Guide. Whiten claims must be filed within strict time limits; Consult the applicable FedEx Service Guide for details. The estimated shipping charge may be different than the actual charges for your shipment. Differences may occur based on actual weight, dimensions, and other factors. Consult the applicable FedEx Service Guide or the FedEx Rate Sheets for details on how shipping charges are calculated.