

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Susana Martinez**  
Governor

**Ken McQueen**  
Cabinet Secretary

**Matthias Sayer**  
Deputy Cabinet Secretary

**David R. Catanach, Division Director**  
Oil Conservation Division



December 14, 2017

Surface Commingling Order PLC-494  
Administrative Application Reference No. pMAM1732155833

**OXY USA WTP LIMITED PARTNERSHIP**  
Attention: Ms. Taylor Stillman

Pursuant to your application received on November 17, 2017, OXY USA WTP Limited Partnership (OGRID 192463) is hereby authorized to surface commingle oil and gas production from the following pools located in Township 21 South, Range 24 East, and Township 22 South, Range 24 East, NMPM, Eddy County, New Mexico;

INDIAN BASIN; UPPER PENN (ASSOC)                   (33685)  
INDIAN BASIN; MISS (GAS)                           (97537)

and from the following diversely owned state and federal wells and leases in said Section, Township, and Range in Eddy County, New Mexico.

Lease:           State lease VO 57328; Order R-8928-A  
Description:    Lot 1, Lot 2, Lot 3, NW/4 SW/4, S/2 S/2 (S/2 equivalent) of Section 35,  
                    Township 21 South, Range 24 East  
Well:           Righthand Canyon 35 Fee Com Well No. 1                   API 30-015-26126  
Pool:           Indian Basin; Upper Penn (Assoc)

Lease:           State lease VO 57310  
Description:    S/2 Section 36, Township 21 South, Range 24 East  
Well:           Two Marks 36 State Well No.                               API 30-015-34833  
Pool:           Indian Basin; Miss (Gas)

Lease:           State lease VO 26783  
Description:    E/2 Section 2, Township 22 South, Range 24 East  
Wells:          Big Walt 2 State Well No. 9                               API 30-015-33226  
                    Big Walt 2 State Well No. 10                       API 30-015-33442  
Pool:           Indian Basin; Upper Penn (Assoc)

Lease: State lease VO 26783  
Description: W/2 Section 2, Township 22 South, Range 24 East  
Wells: Big Walt 2 State Well No. 1 API 30-015-22947  
Big Walt 2 State Well No. 3 API 30-015-28186  
Big Walt 2 State Well No. 4Q API 30-015-32636  
Big Walt 2 State Well No. 5 API 30-015-32637  
Pool: Indian Basin; Upper Penn (Assoc)

Lease: Federal lease NMNM 012828  
Description: N/2 Section 11, Township 22 South, Range 24 East  
Well: McKittrick 11 Federal Well No. 2 API 30-015-33270  
Pool: Indian Basin; Upper Penn (Assoc)

The combined gas spacing and oil spacing and proration units for these wells include the entire Section 35, and the S/2 Section 36, both in Township 21 South, Range 24 East, the entire Section 2, and the N/2 Section 11, both in Township 22 South, Range 24 East, NMPM, Eddy County, New Mexico.

Commingled oil and gas production from the wells shall be measured and sold at the Big Walt Central Tank Battery (CTB), located in Unit H of Section 2, Township 22 South, Range 24 East, NMPM, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

Gas production from each of the wells shall be measured separately at the CTB before flowing the gatherer's meter.

Oil production from each of the wells shall be measured separately at the CTB before commingling with the other wells.

The allocation meters shall be calibrated quarterly in accordance with Division Rule 19.15.12.10.C (2) NMAC.

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.

**This approval is subject to like approval from New Mexico State Land Office and Bureau of Land Management before commencing commingling operations.**

The Operator shall notify the transporter of this commingling authority and the Artesia District Office prior to implementation of commingling operations.

For future additions of wells and leases to this commingling operation, notice shall only be given to those interest owners in the wells and leases to be added, in accordance with Division Rule 19.15.12.10 C (4) (g) NMAC.

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Done at Santa Fe, New Mexico, on December 14, 2017.



**DAVID R. CATANACH**  
**Director**

DRC/mam

cc: Oil Conservation Division District Office – Artesia  
New Mexico State Land Office – Oil, Gas, and Minerals  
Bureau of Land Management - Carlsbad