

DATE IN 5/05/2016	SUSPENSE	ENGINEER MAM	LOGGED IN 5/05/2016	TYPE PC	APP NO DMA 161264-7809
----------------------	----------	-----------------	------------------------	------------	---------------------------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement

☐ DHC ☐ CTB ☐ PLC ☒ PC ☐ OLS ☒ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or ☒ Does Not Apply

[A] ☐ 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] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative 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.

TAYLOR STILLMAN
Print or Type Name

Taylor Stillman
Signature

PRODUCTION ENGINEER
Title

04/27/2016
Date

TAYLOR_STILLMAN@OXY.COM
e-mail Address

Handwritten notes:
- ~~PC~~ 1296
- OXY 454 WTP
Limited Partnership
192463
WCI
- Anderson 35424
30-025-41498
- Anderson 35437
30-025-41780
- Anderson 35454
30-025-42123
Pool
- Bilbrey, Delaware
5688
- Red Tank
Bone Springs
51683

APPLICATION FOR CENTRAL TANK BATTERY, POOL COMMINGLE, OFF-LEASE GAS MEASUREMENT & SALES

Commingling proposal for Anderson 35 CTB:

OXY USA WTP LIMITED PARTNERSHIP requests approval for the Central Tank Battery, Pool Commingle, Off-lease Gas Measurement, Sales & Storage for the following wells located on fee property.

POOL: Brillbey; Delaware (5698)

Well Name	API	BOPD	OIL GRAVITY	MCFPD	BTU	Location (Lot/Sect/Township /Range)
ANDERSON 35 2H	30-025-41498	49	42.2	160	1200	M-35-21S-32E

POOL: Red Tank; Bone Spring (51683)

Well Name	API	BOPD	OIL GRAVITY	MCFPD	BTU	Location (Lot/Sect/Township /Range)
ANDERSON 35 3H	30-025-41780	51	42.2	71	1200	L-35-21S-32E
ANDERSON 35 5H	30-025-42123	75	42.2	363	1200	M-35-21S-32E

Maps showing lease information as well as flowline routing are attached.

Oil & Gas metering:

The Anderson 35 Central Tank Battery is located on fee property. Production from each well is allocated by well test using a three phase test separator with outlet meters for gas (T1437903), oil (59827) and water (50834). The oil production is commingled, measured and sold on lease using a LACT Unit at the Central Tank Battery. Produced water flows to either the Red Tank 28-3 or NBR #1 Salt Water Disposal well. Gas is routed off lease and sold through DCP meter #13135397, located at latitude 32.389530° and longitude -103.608070° after it is measured by Oxy check meter T143795803 prior to leaving the lease. The oil and gas meters will be calibrated on a regular basis per API and NMOCD specifications. The OCD will be notified of any future modifications to the facility.

Process and Flow Descriptions:

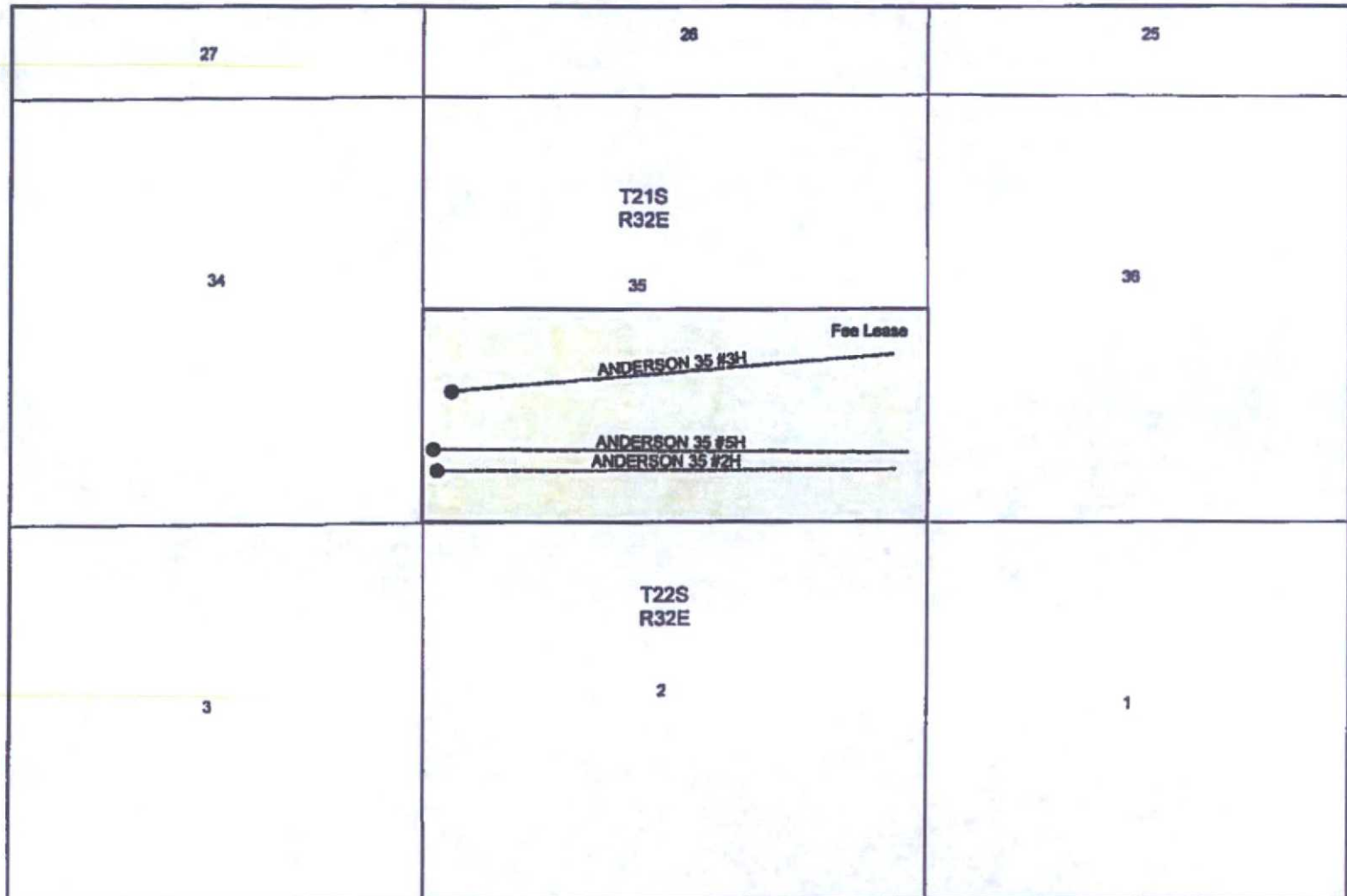
The flow of production is shown in detail on the enclosed facility diagram.

The commingling of production is in the interest of conservation and will result in the most effective economic means of producing the reserves in place from the affected wells and will not result in reduced royalty or improper measurement of production. The proposed commingling will reduce operating expenses as well as reduce the surface facility footprint and overall emissions.

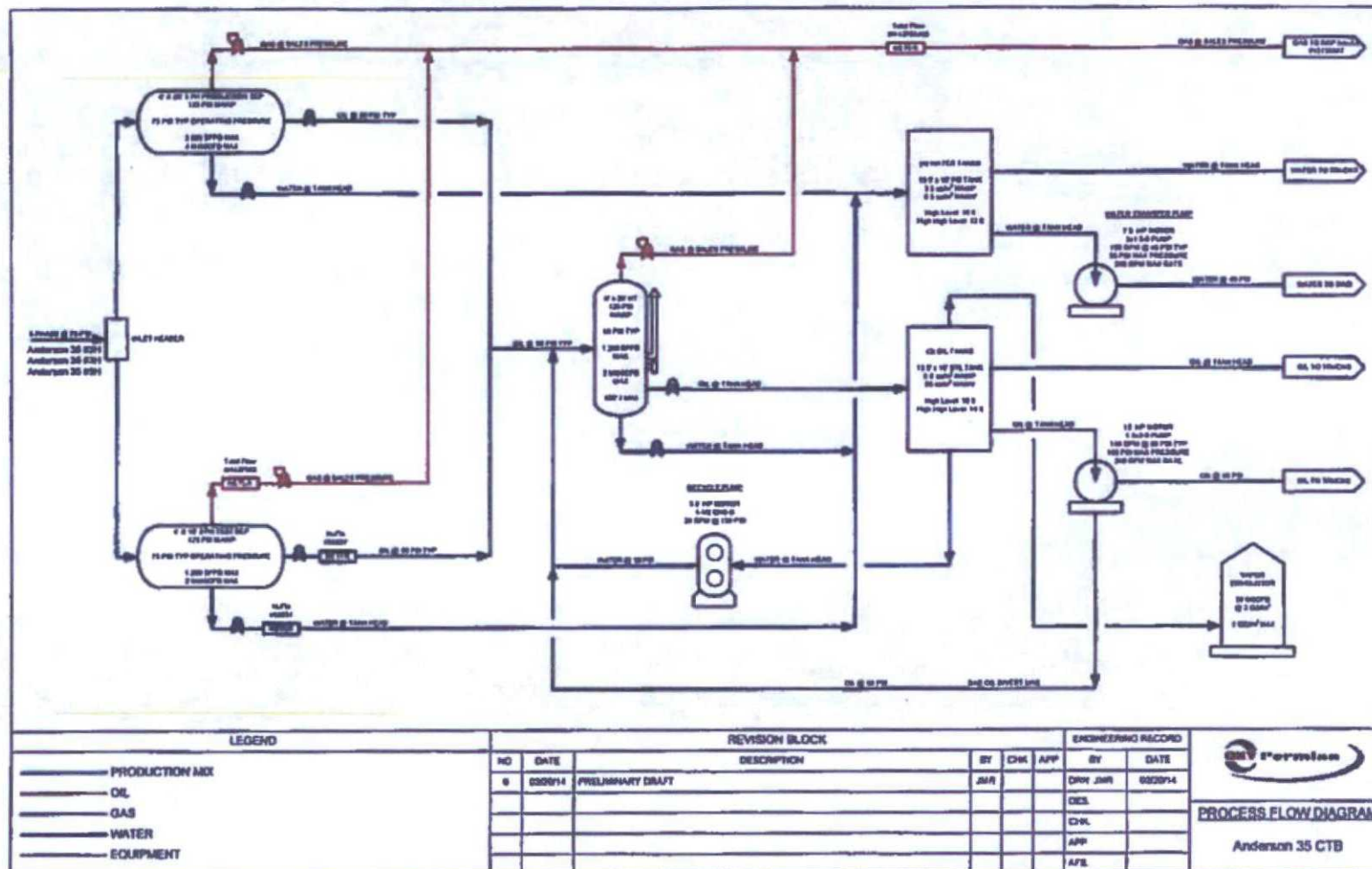
OXY USA WTP LIMITED PARTNERSHIP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Signed: Taylor Stillman Date: 04/27/2016
Printed Name: Taylor Stillman

**Township 21 South, Range 32 East
Lea County, New Mexico**



Legend
 --- Lateral
 ● Well





Google Earth Pro

miles
km





OXY USA WTP Limited Partnership
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046
P.O. Box 4294, Houston, Texas 77210-4294
Direct: 713.366.5405 Fax: 713.985.8923
Laura_Drum@oxy.com

March 9, 2016

Re: **Commingle Application For:**

Anderson 35 #2H
Sec 35, T21S-R32E
S2S2 (M-P);
Brilbrey; Delaware

Anderson 35 #3H
Sec 35, T21S-R32E
N2S2 (L-I);
Red Tank; Bone Spring

Anderson 35 #5H
Sec 35, T21S-R32E
S2S2 (M-P);
Red Tank; Bone Spring

To Whom It May Concern:

OXY USA WTP Limited Partnership, as Operator, will be filing an application with the New Mexico Oil Conservation Division for approval of the above mentioned commingle project. This letter serves to notice you that the operator and interest owners are identical as to the S/2 of Section 35, Township 21 South, Range 32 East, for all depths; therefore there are no operators and/or owners to notice.

Very Truly Yours,

OXY USA WTP Limited Partnership

Laura Drum
Landman

Anderson 35 Production Information

Anderson 35 #2H 30-025-41498

Cumulative Oil	6317	bbls	
	Oil (bbls)	Gas (mcf)	Water (bbls)
Aug	1993	1529	47736
Sep	1469	2034	44116
Oct	1483	1885	39284
Nov	1142	1579	38370
Dec	230	273	4196
Jan	0	0	0

Anderson 35 #3H 30-025-41780

Cumulative Oil	9777	bbls	
	Oil (bbls)	Gas (mcf)	Water (bbls)
Aug	1959	3120	8004
Sep	1271	2618	6545
Oct	2062	4272	5653
Nov	1656	1850	4020
Dec	1475	1442	2849
Jan	1354	775	7182

Anderson 35 #5H 30-025-42123

Cumulative Oil	8582	bbls	
	Oil (bbls)	Gas (mcf)	Water (bbls)
Aug	2625	4116	13632
Sep	2208	4631	9594
Oct	437	363	1284
Nov	0	0	0
Dec	884	898	2118
Jan	2428	1995	16814

District I
 1001 N. Pecos Dr., Hobbs, NM 88240
 Phone: (705) 313-6161 Fax: (705) 313-6770
 District II
 811 E. First St., Artesia, NM 88210
 Phone: (705) 749-1253 Fax: (705) 749-8720
 District III
 1000 E. Rouse Road, Aztec, NM 87410
 Phone: (505) 334-4170 Fax: (505) 334-4170
 District IV
 1230 E. St. Francis Dr., Santa Fe, NM 87505
 Phone: (505) 476-3440 Fax: (505) 476-3442

State of New Mexico
 Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
 1220 South St. François Dr.
 Santa Fe, NM 87505

Form C-102
 Revised August 1, 2011
 Submit one copy to appropriate
 District Office

FEB 11 2015

☒ AMENDED REPORT
 (As Drilled)

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-41498	Pool Code 51663 9018	Pool Name Billbreys Delaware
Property Code 40722	Property Name ANDERSON "35"	Well Number 2H
OCRD No. 192463	Operator Name OXY USA WTP Limited Partnership	Elevation 3687.9'

Surface Location

UL or lot no.	Section	Township	Range	Lot 1st	Feet from the	North/South line	Feet from the	East/West line	County
M	35	21 SOUTH	32 EAST, N.M.P.M.		660'	SOUTH	150'	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot 1st	Feet from the	North/South line	Feet from the	East/West line	County
P	35	21 SOUTH	32 EAST, N.M.P.M.		660'	SOUTH	150'	EAST	LEA

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
			TD = 731 FSL 331 FEL BP = 719 FSL 316 FEL TP = 633 FSL 417 FSL

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p>SURFACE LOCATION NEW MEXICO EAST NAD 1927 Y=5297111.1 X=709886.8 LAT: N 32.4287114° LONG: W 103.6330867°</p>			<p>PENETRATION POINT NEW MEXICO EAST NAD 1927 Y=5297111.1 X=709886.8 LAT: N 32.4287137° LONG: W 103.6325033°</p>			<p>BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1927 Y=5297111.1 X=709886.8 LAT: N 32.4287118° LONG: W 103.6325271°</p>		
<p> GRID AZ = 89°22'08" 4801.10' IN ALL PRODUCING AREA PROJECT AREA </p>								

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or an undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or as a voluntary pooling agreement or a compulsory pooling order as required by the statute.

David Stewart SRP, ALU
 President
 david.stewart@oxy.com
 E-mail Address

11/8/13

SURVEYOR CERTIFICATION

I hereby certify that this well location information this plat was prepared from the best available information made by me or under my supervision and that the same is true and correct to the best of my belief.

JERRY JASE
 15079
 Date of Survey: **MARCH 21, 2013**
 Signature and Seal of Professional Surveyor
Jerry J. Jase 6/1/2013
 Certificate Number: **15079**
 WOF 130321W-0 (N)

FEB 24 2015

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (773) 333-4161 Fax: (773) 773-8720
District II
811 S. First St., Arroyo, NM 88210
Phone: (773) 748-1283 Fax: (773) 748-8730
District III
1120 N. Main Road, Aztec, NM 87410
Phone: (505) 334-4170 Fax: (505) 334-4170
District IV
1120 S. N. French Dr., Santa Fe, NM 87505
Phone: (505) 476-3469 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

HOBBS OCD
Form C-102
Revised August 1, 2011
Submit one copy to appropriate District Office

RECEIVED

☒ AMENDED REPORT
As Drilled

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-41780	Pool Code 51683	Pool Name Red Tank Bone Springs
Property Code 40222	Property Name ANDERSON "35"	Well Number 3H
OGRID No. 192463	Operator Name OXY USA WTP LP	Elevation 3678.1'

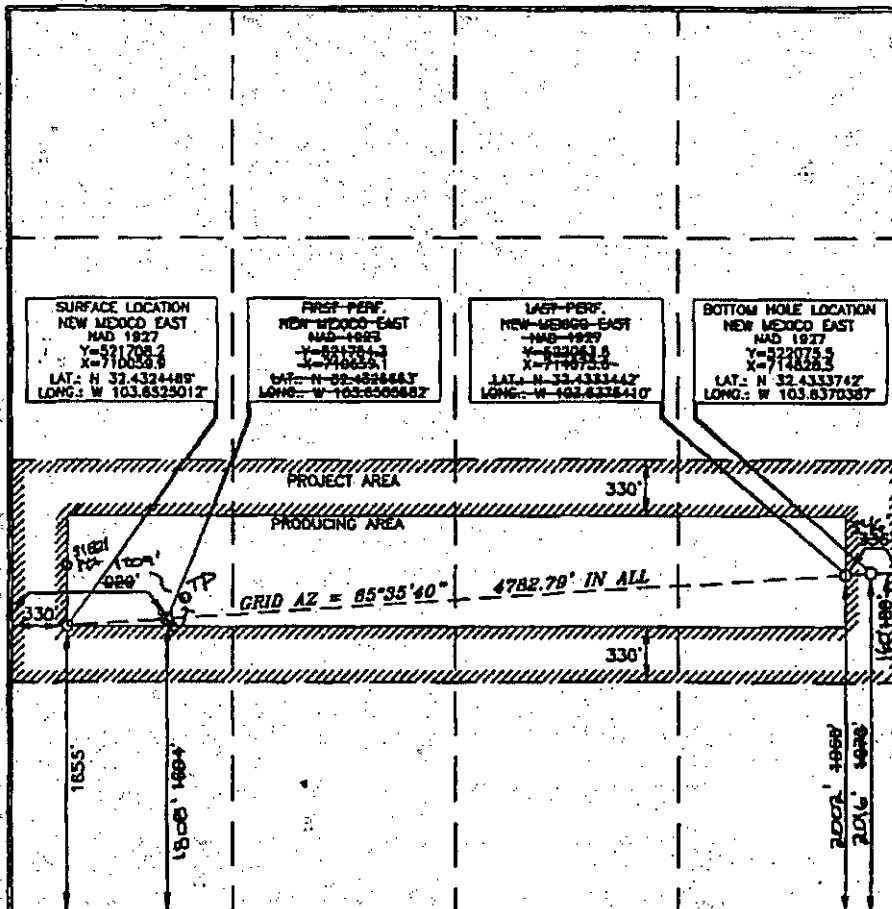
Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	35	21 SOUTH	32 EAST, N.M.P.M.		1655'	SOUTH	330'	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	35	21 SOUTH	32 EAST, N.M.P.M.		1870' 2016	SOUTH	180' 160	EAST	LEA
Dedicated Acres 160	Joint or Infill N	Consolidation Code	Order No. Top Perf. 1808 FSL 1009 FSL (L) Bottom Perf. 2002 FSL 346 FEL (I)						

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore executed by the division.

Signature: David Stancant Date: 4/10/14
Printed Name: David Stancant Sr. Res. Adv.
E-mail Address: David.Stancant@oxy.com

SURVEYOR CERTIFICATION

I hereby certify that this well location plat was prepared from field notes of personal survey made by me or under my supervision and that the same is true and correct to the best of my belief.

Date of Survey: DECEMBER 18, 2013
Signature and Seal of Professional Surveyor: Jerry J. Adams
Certificate Number: 15079

WOM 130321WL-b (Rev. B) (PC)

DEC 23 2014

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone: (575) 393-4141 Fax: (575) 393-4720
 District II
 1111 E. First St., Artesia, NM 88210
 Phone: (575) 748-1283 Fax: (575) 748-8728
 District III
 1000 Rio Grande Blvd., Aztec, NM 87418
 Phone: (505) 334-4173 Fax: (505) 334-4173
 District IV
 1227 K St., French Dr., Grants, NM 87816
 Phone: (505) 476-5460 Fax: (505) 476-5462

State of New Mexico
 Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

MAR 23 2015

Form C-102
 Revised August 1, 2011
 Submit one copy to appropriate
 District Office

☒ AMENDED REPORT
 (As Drilled)

RECEIVED

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-42123		Pool Code 51683	Pool Name Red Tank Bone Springs
Property Code 40222	Property Name ANDERSON "35"		Well Number 5H
OGRID No. 192463	Operator Name OXY USA WTP LP		Elevation 3685.1'

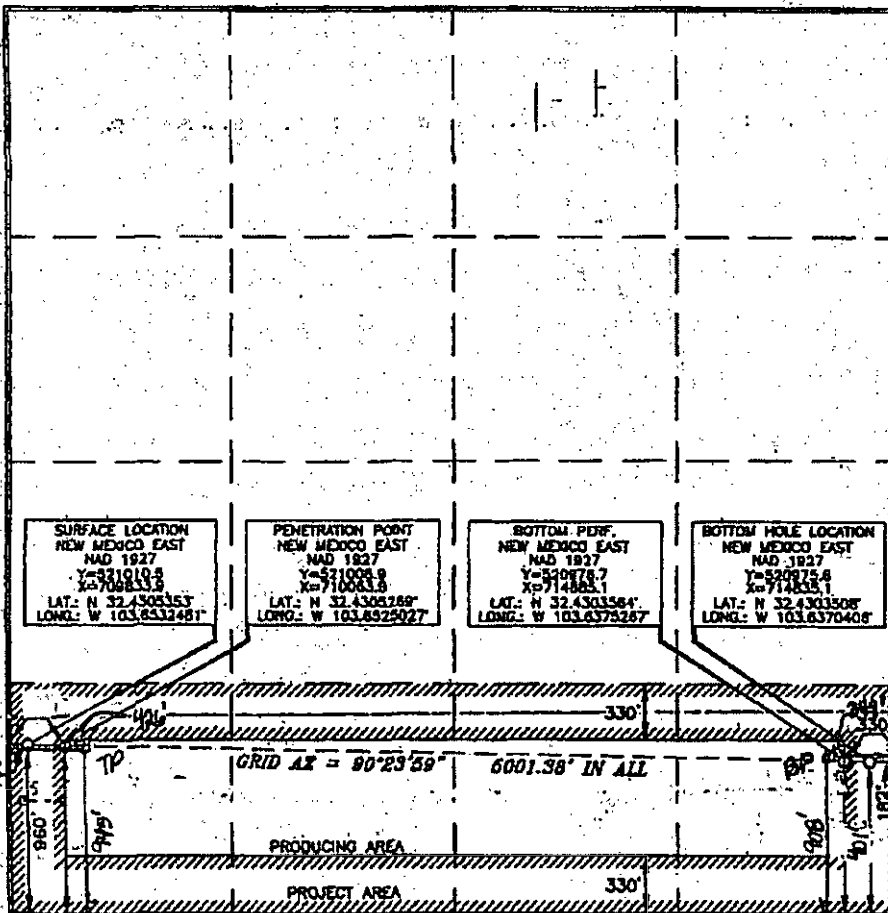
Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
M	35	21 SOUTH	32 EAST, N.M.P.M.		980'	SOUTH	100'	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
P	35	21 SOUTH	32 EAST, N.M.P.M.		980'	SOUTH	100'	EAST	LEA
Dedicated Acres 160	Joint or Infill N	Consolidation Code	Order No.	TD- 901' FSL 192' FEL BP- 909' FSL 249' FEL TP- 945' FSL 426' FWL					

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and
 accurate to the best of my knowledge and belief, and that the
 information given was a working interest or interest in the
 lease to the land including the proposed bottom hole location or
 has a right to drill the well on the location proposed in a separate
 with an owner of such a mineral or working interest, or is a
 voluntary pooling agreement or a compulsory pooling order
 hereby granted by the division.

Signature: *David Stewart* Date: **9/9/14**
 David Stewart Sr. Rep. ALO.
 david.stewart@oxy.com
 E-mail Address

SURVEYOR CERTIFICATION

I hereby certify that the information contained herein is true and
 accurate to the best of my knowledge and belief, and that the
 information given was a working interest or interest in the
 lease to the land including the proposed bottom hole location or
 has a right to drill the well on the location proposed in a separate
 with an owner of such a mineral or working interest, or is a
 voluntary pooling agreement or a compulsory pooling order
 hereby granted by the division.

Signature: *Jerry J. Paul* Date: **5/13/2014**
 Professional Surveyor
 15079
 15079

NMD 140503W1-0 (N)

MAR 8 2015

McMillan, Michael, EMNRD

From: Taylor_Stillman@oxy.com
Sent: Friday, May 06, 2016 7:29 AM
To: McMillan, Michael, EMNRD
Cc: Yolanda_Perez@oxy.com
Subject: RE: Anderson 35 Pool Commingle

Good morning Michael,

We have confirmed that Oxy is the only WI owner.
Please let me know if there are any additional questions.

Respectfully,
Taylor

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]
Sent: Thursday, May 05, 2016 4:29 PM
To: Stillman, Taylor L <Taylor_Stillman@oxy.com>
Cc: Perez, Yolanda <Yolanda_Perez@oxy.com>
Subject: RE: Anderson 35 Pool Commingle

Is oxy the only working interest owner?

From: Taylor_Stillman@oxy.com [mailto:Taylor_Stillman@oxy.com]
Sent: Thursday, May 05, 2016 12:46 PM
To: McMillan, Michael, EMNRD
Cc: Yolanda_Perez@oxy.com
Subject: Anderson 35 Pool Commingle

Good afternoon Michael,

The Oxy USA WTP Limited Partnership application for the Anderson 35 pool commingle of the Brillbey; Delaware and Red Tank; Bone Spring pools is attached. The hard copy is on route to your office.

Please let me know if there are any questions or concerns and thank you for your help.

Respectfully,
Taylor Stillman
Production Engineer | Permian Resources Regulatory | Occidental Oil and Gas | 713.366.5945