

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

**APPLICATION OF OXY USA INC.
FOR APPROVAL OF SURFACE POOL-LEASE
COMMINGLING, OFF-LEASE STORAGE,
AND OFF-LEASE MEASUREMENT
EDDY COUNTY, NEW MEXICO.**

RECEIVED OXY
2016 AUG - 2 P. 3:13
CASE NO. 16540

APPLICATION

OXY USA Inc., ("OXY") through its undersigned attorneys, hereby makes application to the Oil Conservation Division for an order authorizing 1) pool-lease commingling *from all existing and future wells* drilled on leases and associated spacing units in Sections 22, 23, and 24 of Township 23 South, Range 29 East, N.M.P.M., Eddy County, New Mexico; 2) off-lease storage; and 3) off-lease measurement. In support of this application, OXY states:

1. OXY (OGRID No. 16696) is the operator of the following Division-designated spacing units and associated wells:

(a) 160-acre spacing unit comprised of S/2 N/2 of Section 22, currently dedicated to the Cedar Canyon 22 Federal No. 21H (30-015-43642) well and producing from the Pierce Crossing; Bone Spring East Pool (96473);

(b) 160-acre spacing unit comprised of N/2 S/2 of Section 22, currently dedicated to the Cedar Canyon 22 Federal No. 4H (30-015-43708) well and producing from the Pierce Crossing; Bone Spring East Pool (96473);

(c) 160-acre spacing unit comprised of N/2 S/2 of Section 22, currently dedicated to the Cedar Canyon 22 Federal No. 5H (30-015-43758) well and producing from the Corral Draw Bone Spring Pool (96238);

(d) 240-acre spacing unit comprised of N/2 S/2 of Section 23 and the N/2 SW/4 of Section 24, currently dedicated to the Cedar Canyon 23 Federal

No. 3H (30-015-43290) well. The Cedar Canyon 23 Federal No. 3H (30-015-43290) well is currently producing from the Pierce Crossing; Bone Spring East Pool (96473).

(e) 240-acre spacing unit comprised of S/2 N/2 of Section 23 and the S/2 NW/4 of Section 24, currently dedicated to the Cedar Canyon 23 Federal No. 4H (30-015-43281) well and producing from the Pierce Crossing; Bone Spring East Pool (96473).

(f) 240-acre spacing unit comprised of N/2 N/2 of Section 23 and the NW/4 NW/4 of N/2 of Section 24, currently dedicated to the Cedar Canyon 23 Federal No. 5H (30-015-43282) well and producing from the Pierce Crossing; Bone Spring East Pool (96473).

(g) 160-acre spacing unit comprised of N/2 S/2 of Section 23, currently dedicated to the Cedar Canyon 23 Federal No. 6H (API No. pending) well, and the Cedar Canyon 23 Federal No. 33H (API No. pending) well. The Cedar Canyon 23 Federal No. 6H and Cedar Canyon 23 Federal No. 33H wells are expected to produce from the Pierce Crossing; Bone Spring East Pool (96473).

(h) Any future spacing unit located in the S/2 S/2 of Section 23 or the SW/4 of Section 24.

2. For surface pool-lease commingling purposes, a spacing and proration unit is considered a "lease" and authorization to surface lease commingle is regulated and implemented on a "lease" basis rather than a well by well basis. *See* 19.15.12.7 NMAC.

3. The spacing units identified above have diverse ownership, as identified in Exhibit A, and therefore constitute separate "leases" under 19.15.12.7 NMAC.

4. Pursuant to NMAC 19.15.12.10.C.4(g), OXY seeks authority to commingle production from the Pierce Crossing; Bone Spring East Pool (96473) and the Corral Draw Bone Spring Pool (96238) from all existing and future wells in the spacing units identified above.

5. Oxy intends to meter and store production from these pools and spacing units at the Cedar Canyon 23-3H satellite facility, located at the Cedar Canyon

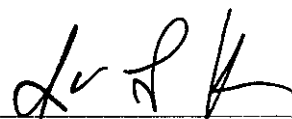
23 Federal No 3H well pad. This will be an off-lease location for all spacing units, excluding leases in the N/2 S/2 of Section 22. Oxy intends to allocate production to the spacing units using the well test method. A detailed description of OXY's oil and gas metering, storage and allocation plan is included in the C-107B, attached as Exhibit A to this application.

6. Approval of this application will result in efficient production, storage, and measurement operations for the subject leases; lessen the impact on the surface estate; and is otherwise in the best interest of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, OXY USA, Inc. requests that this application be set for hearing before an Examiner of the Oil Conservation Division on September 1, 2016, and, after notice and hearing as required by law, the Division approve this application.

Respectfully submitted,

HOLLAND & HART LLP

By: 

Michael H. Feldewert
Jordan A. Kessler
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
mfeldewert@hollandhart.com

ATTORNEYS FOR OXY USA, INC.

CASE 15540 **Application OXY USA Inc. For Approval of Surface Pool-Lease Commingling, Off-Lease Storage, and Off-Lease Measurement, Eddy County, New Mexico.** Applicant seeks an order authorizing 1) pool-lease commingling from all existing and future wells drilled on leases and associated spacing units in Sections 22, 23, and 24 of Township 23 South, Range 29 East, N.M.P.M., Eddy County, New Mexico; 2) off-lease storage; and 3) off-lease measurement. OXY seeks to commingle production from the Pierce Crossing; Bone Spring East Pool (96473) and the Corral Draw Bone Spring Pool (96238) from all existing and future wells and leases located in Sections 22, 23, and 24 at the Cedar Canyon 23-3H satellite facility, located at the Cedar Canyon 23 Federal No 3H well pad. This will be an off-lease location for all spacing units, excluding leases in the N/2 S/2 of Section 22. Oxy intends to allocate production to the spacing units using the well test method. Said area is approximately six miles east of Malaga, New Mexico.

| | | | | | |
|---------|----------|----------|-----------|------|---------|
| DATE IN | SUSPENSE | ENGINEER | LOGGED IN | TYPE | APP NO. |
|---------|----------|----------|-----------|------|---------|

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

6/30/16
 Date

TAYLOR_STILLMAN@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

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 COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: OXY USA INC

OPERATOR ADDRESS: PO BOX 4294 HOUSTON, TX 77210

APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☒ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
☒ Yes ☐ No

(A) POOL COMMINGLING

Please attach sheets with the following information

| (1) Pool Names and Codes | Gravities / BTU of Non-Commingled Production | Calculated Gravities / BTU of Commingled Production | | Calculated Value of Commingled Production | Volumes |
|--------------------------|--|---|--|---|---------|
| SEE ATTACHED | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |

- (2) Are any wells producing at top allowables? ☒ Yes * ☐ No *Estimated Values
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No
(4) Measurement type: ☐ Metering ☒ Other (Specify): ALLOCATION BY WELL TEST
(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

- (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) 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

- (1) Is all production from same source of supply? ☐ Yes ☐ No
(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

- (1) A schematic diagram of facility, including legal location.
(2) 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: Taylor Stillman TITLE: PRODUCTION ENGINEER

DATE: 6/30/16

TYPE OR PRINT NAME: TAYLOR STILLMAN TELEPHONE NO.: 713-366-5945

E-MAIL ADDRESS: Taylor_Stillman@oxy.com

**APPLICATION FOR POOL LEASE COMMINGLE, OFF-LEASE MEASUREMENT, SALES, & STORAGE,
Commingling proposal for Cedar Canyon 23-3H Satellite**

OXY USA INC is requesting approval for Pool Lease Commingle, and Off-lease Measurement, Storage & Sales for wells located on the attached spreadsheet. A map showing surface hole locations and laterals for each of the wells is also attached.

Oil & Gas metering:

Incoming wells will be routed to the 3 phase production separator at the satellite facility located at Cedar Canyon 23-3H well pad at 32.202503,-103.963914. The production separator will be equipped with a gas orifice meter (S/N*), oil turbine meter with prover loops (S/N*) and water turbine (S/N*) meters. There will also be a test separator at the satellite facility equipped with a gas orifice meter (S/N*), oil turbine meter with prover loops (S/N*) and water turbine (S/N*) meters.

Oxy proposes to allocate production by well test. The wells are located on multiple Federal leases and CA's that are all 12.5% royalty. There is diverse WI & ORRI amongst some of the wells as outlined on the attached ownership list spreadsheet. Notice will be provided to all affected parties as per attached notice list. Wells are expected to decline below their top allowable within the first 4 months of production. Furthermore, the estimated percent of decline after 6 months is between 54-65%.

Gas meter on production separator S/N* & on test separator S/N* located at the satellite facility will serve as custody transfer point (Facility Measurement Point) for the purposes of royalty payment. Gas production from the 23-3H satellite facility will then be routed to Enterprise sales meter (S/N: 68841), located at 32.222, -103.974.

Oil production from the 23-3H satellite facility will be further metered off-lease, through a Coriolis meter (S/N*), located at the Cedar Canyon 22 central satellite facility. This Coriolis meter will serve as custody transfer point (FMP) for the purposes of Federal royalty payment.

Water production will be routed to the Cedar Canyon 22 CTB and then sent to the Cedar Canyon Salt Water Disposal Distribution system, where it will flow to the nearest SWD which has capacity to accept water. Salt Water Disposals tied to this SWD include the Cedar Canyon 28 Federal 4 SWD, Cedar Canyon 15 SWD, Riverbend Federal 8 SWD, Harroun 15-3 SWD and Cedar Canyon 16-3.

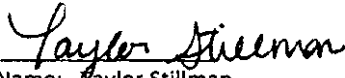
Meters will be proved and calibrated according to current API, NMOCD and BLM standards.

Process and Flow Descriptions:

The flow of production is shown in detail on the enclosed facility diagram. Also enclosed is a map detailing the lease boundaries, well surface hole locations and laterals. Commingling this production is the most effective means of producing the reserves and will not result in reduced royalty or improper measurement of production.

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. These applications will be submitted separately for approval per NMOCD and BLM regulations.

The working interest, royalty interest and overriding royalty interest owners have been notified of this proposal by certified mail (see attached).

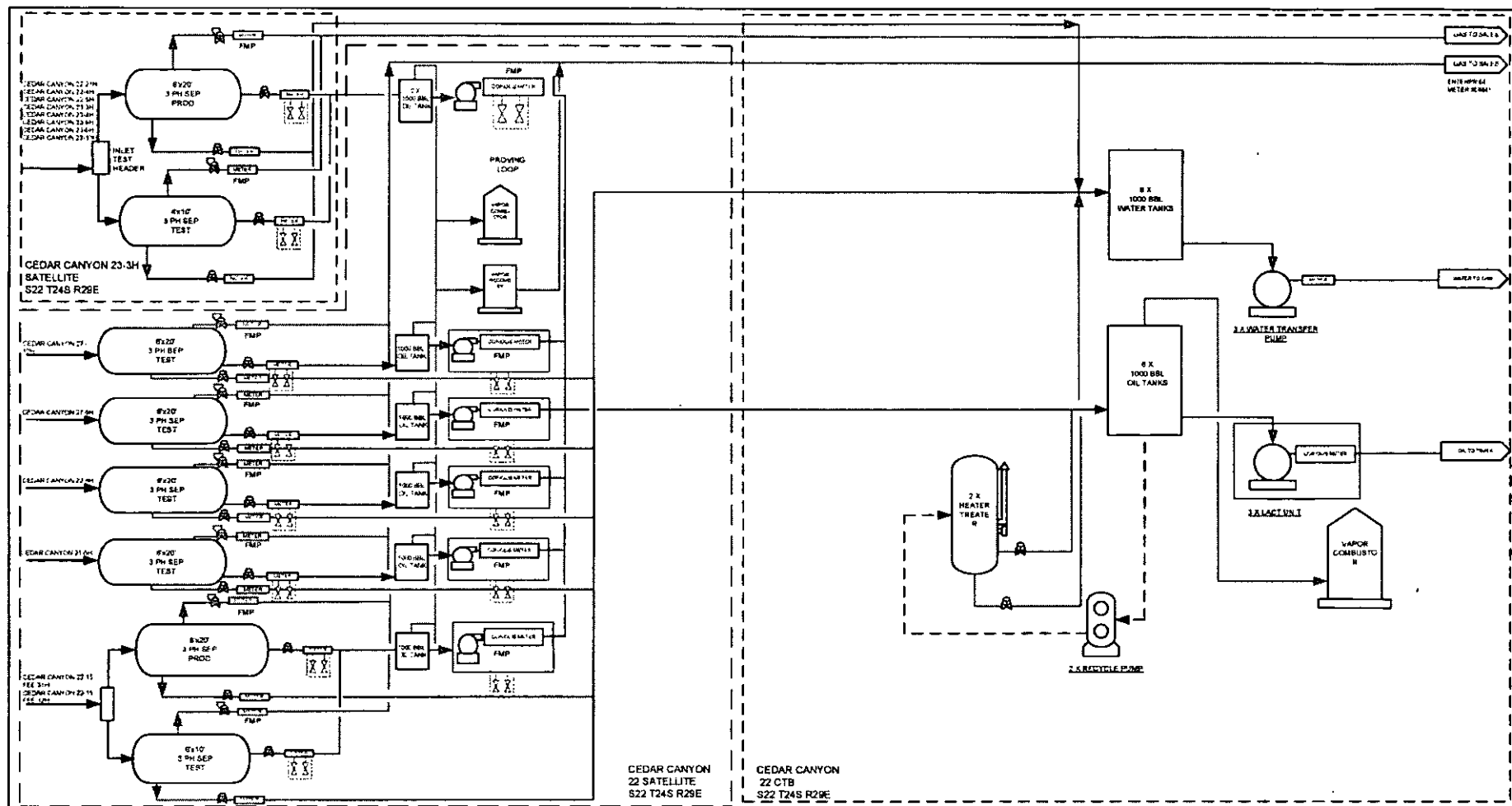
Signed: 
Printed Name: Taylor Stillman
Title: Production Engineer
Date: 06/30/2016

Cedar Canyon 23-3H Satellite Well List

All Federal wells have 12.5% royalty rate

| Lease Number | CA # | Well Name | API | Surface Location | Pool | Oil (bpd) | Gravity | Gas (MSCFD) | BTU/cf | Water (bpd) |
|--|---------|-----------------------------|---------------|-----------------------|--------------------------------|-----------|---------|-------------|--------|-------------|
| NMNM 081586 | | Cedar Canyon 22 Fed 21H | 30-015-43642 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1327* | 41 | 1991* | 1000 | 796* |
| NMNM 013996 NMNM081586 | Pending | Cedar Canyon 22 Fed Com 4H | 30-015-43708 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1327* | 41 | 1991* | 1000 | 796* |
| NMNM 013996 NMNM081586 | Pending | Cedar Canyon 22 Fed Com 5H | 30-015-43758 | Sec 22, T 24S, R 29 E | Corral Draw Bone Spring | 1327* | 41 | 1991* | 1000 | 796* |
| NMNM 081586 | | Cedar Canyon 23 Fed 3H | 30-015-43290 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1503* | 41 | 2792* | 1000 | 902* |
| NMNM 081586 | | Cedar Canyon 23 Fed 4H | 30-015-43281 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 762 | 42.2 | 1898 | 1000 | 875 |
| NMNM 081586 | | Cedar Canyon 23 Fed 5H | 30-015-43282 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 664 | 43.3 | 1555 | 1000 | 728 |
| NMNM 081586 NMNM093477 NMNM 088138 | Pending | Cedar Canyon 23 Fed Com 6H | Not yet filed | Sec 23, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1503* | 41 | 2792* | 1000 | 902* |
| NMNM 081586 NMNM093477 NMNM 088138 | Pending | Cedar Canyon 23 Fed Com 33H | Not yet filed | Sec 23, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 807* | 46.5 | 1776* | 1000 | 2422* |

*Represents wells not yet drilled, values are esimated



LEGEND

——— PRODUCTION MIX
 ——— OIL
 ——— GAS
 ——— WATER
 ——— EQUIPMENT

REVISION BLOCK

| NO. | DATE | DESCRIPTION | BY | CHK | APP |
|-----|------|------------------------------|-----|-----|-----|
| 0 | | PRELIMINARY DRAFT | KAO | | |
| | | ADDITIONAL SCOPE (4th DRAFT) | JC | | |
| | | | | | |
| | | | | | |
| | | | | | |

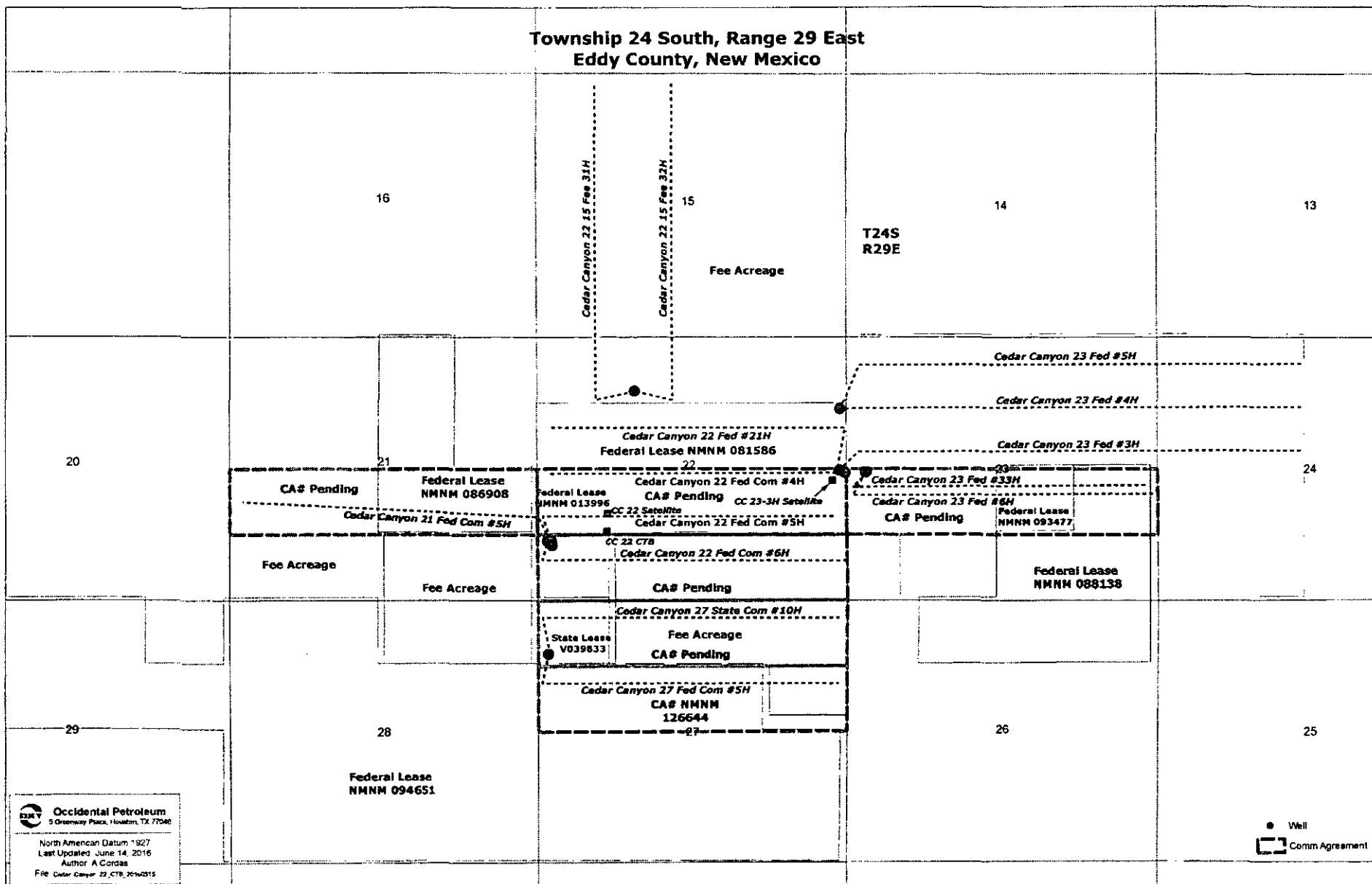
ENGINEERING RECORD

| BY | DATE |
|---------|----------|
| DRN: JC | 08/09/16 |
| DES: | |
| CHK: | |
| APP: | |
| AFE: | |



PROCESS FLOW DIAGRAM
 CEDAR CANYON 23-3H SAT
 CEDAR CANYON 22 SAT
 CEDAR CANYON 22 CTB

**Township 24 South, Range 29 East
Eddy County, New Mexico**



Cedar Canyon 23-3H Satellite Ownership

All Federal wells have 12.5% royalty rate

| Lease Number | CA # | Well Name | API | Surface Location | Pool | Oil (bpd) | Gravity | Gas (MSCFD) | BTU/cf | Water (bpd) | Ownership |
|--|---------|-----------------------------|---------------|-----------------------|--------------------------------|-----------|---------|-------------|--------|-------------|-----------|
| NMNM 081586 | | Cedar Canyon 22 Fed 21H | 30-015-43642 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1327* | 41 | 1991* | 1000 | 796* | Identical |
| NMNM 013996 NMNM081586 | Pending | Cedar Canyon 22 Fed Com 4H | 30-015-43708 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1327* | 41 | 1991* | 1000 | 796* | Identical |
| NMNM 013996 NMNM081586 | Pending | Cedar Canyon 22 Fed Com 5H | 30-015-43758 | Sec 22, T 24S, R 29 E | Corral Draw Bone Spring | 1327* | 41 | 1991* | 1000 | 796* | |
| NMNM 081586 | | Cedar Canyon 23 Fed 3H | 30-015-43290 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1503* | 41 | 2792* | 1000 | 902* | Identical |
| NMNM 081586 | | Cedar Canyon 23 Fed 4H | 30-015-43281 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 762 | 42.2 | 1898 | 1000 | 875 | |
| NMNM 081586 | | Cedar Canyon 23 Fed 5H | 30-015-43282 | Sec 22, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 664 | 43.3 | 1555 | 1000 | 728 | |
| NMNM 081586 NMNM093477 NMNM 088138 | Pending | Cedar Canyon 23 Fed Com 6H | Not yet filed | Sec 23, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 1503* | 41 | 2792* | 1000 | 902* | Identical |
| NMNM 081586 NMNM093477 NMNM 088138 | Pending | Cedar Canyon 23 Fed Com 33H | Not yet filed | Sec 23, T 24S, R 29 E | Pierce Crossing; Bone Spring E | 807* | 46.5 | 1776* | 1000 | 2422* | |

*Represents wells not yet drilled, values are esimated



Jeremy D. Murphrey, CPL
Land Negotiator Sr.

OXY USA Inc.
Box 27570, Houston, TX 77227-7570

Phone (713) 350-4816
Fax (713) 985-4942
Jeremy_Murphrey@oxy.com

June 27, 2016

RE: Commingle Application for:
Cedar Canyon 22 CTB

To Whom It May Concern:

OXY USA Inc., as Operator, will be filing applications with the New Mexico Oil Conservation Division and the Bureau of Land Management for approval of the above mentioned commingle project.

This letter serves as notice that the operator and interest owners are identical for the wells listed below in the North Half of the South Half of Section 22, Township 24 South, Range 29 East, Eddy County, New Mexico:

Cedar Canyon 22 Fed Com #4H
Cedar Canyon 22 Fed Com #5H

Best Regards

OXY USA Inc.

A handwritten signature in black ink, appearing to read "J. Murphrey", is placed above the printed name.

Jeremy Murphrey, CPL
Land Negotiator Sr.



OXY USA Inc.
Box 27570, Houston, TX 77227-7570

Jeremy D. Murphrey, CPL
Land Negotiator Sr.

Phone (713) 350-4816
Fax (713) 985-4942
Jeremy_Murphrey@oxy.com

June 27, 2016

RE: Commingled Application for:
Cedar Canyon 22 CTB

To Whom It May Concern:

OXY USA Inc., as Operator, will be filing applications with the New Mexico Oil Conservation Division and the Bureau of Land Management for approval of the above mentioned commingled project.

This letter serves as notice that the operator and interest owners are identical for the wells listed below in the North Half of Section 23 and the Northwest Quarter of Section 24, Township 24 South, Range 29 East, Eddy County, New Mexico:

Cedar Canyon 23 Fed #3H
Cedar Canyon 23 Fed #4H
Cedar Canyon 23 Fed #5H

Best Regards

OXY USA Inc.

A handwritten signature in black ink, appearing to read "J. Murphrey".

Jeremy Murphrey, CPL
Land Negotiator Sr.



OXY USA Inc.
Box 27570, Houston, TX 77227-7570

Jeremy D. Murphrey, CPL
Land Negotiator Sr.

Phone (713) 350-4816
Fax (713) 985-4942
Jeremy_Murphrey@oxy.com

June 27, 2016

RE: Commingle Application for:
Cedar Canyon 22 CTB

To Whom It May Concern:

OXY USA Inc., as Operator, will be filing applications with the New Mexico Oil Conservation Division and the Bureau of Land Management for approval of the above mentioned commingle project.

This letter serves as notice that the operator and interest owners are identical for the wells listed below in the North Half of the South Half Section 23 and the North Half of the Southwest Quarter of Section 24, Township 24 South, Range 29 East, Eddy County, New Mexico:

Cedar Canyon 23 Fed Com #6H
Cedar Canyon 23 Fed Com #33H

Best Regards

OXY USA Inc.

A handwritten signature in black ink, appearing to read "J. Murphrey".

Jeremy Murphrey, CPL
Land Negotiator Sr.



OXY USA WTP Limited Partnership / OXY USA INC /
OCCIDENTAL PERMIAN LP
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046
P.O. Box 4294, Houston, Texas 77210-4294
Direct: 713.366.5945 Cell: 832.744.1256
Taylor_Stillman@oxy.com

June 30, 2016

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Re: Request for Pool Lease Commingling and Off-lease Oil Measurement, Sales & Storage for the following wells and leases:

| Lease Number | Well Name |
|--------------------------------------|-----------------------------|
| NMNM 081586 | Cedar Canyon 22 Fed 21H |
| NMNM 013996, NMNM081586 | Cedar Canyon 22 Fed Com 4H |
| NMNM 013996, NMNM081586 | Cedar Canyon 22 Fed Com 5H |
| NMNM 081586 | Cedar Canyon 23 Fed 3H |
| NMNM 081586 | Cedar Canyon 23 Fed 4H |
| NMNM 081586 | Cedar Canyon 23 Fed 5H |
| NMNM 081586, NMNM093477, NMNM 088138 | Cedar Canyon 23 Fed Com 6H |
| NMNM 081586, NMNM093477, NMNM 088138 | Cedar Canyon 23 Fed Com 33H |

To Whom It May Concern:

This is to advise you that OXY USA INC is filing an application with the Bureau of Land Management (BLM) and New Mexico Oil Conservation Division (NMOCD) seeking approval for Pool Lease Commingling and Off-lease Oil Measurement, Sales & Storage for the above mentioned wells.

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.

Respectfully,

OXY USA INC
Taylor Stillman
Production Engineer

Certified Mail Tracking No.

| Entity Name | Address | CITY | STATE | ZIP | Tracking No |
|---------------------------------------|-----------------------------|---------------|-------|-------|----------------------|
| Mobil Producing | PO BOX 951027 | DALLAS | TX | 77252 | 7014182000007150066 |
| GD McKinney INVESTMENTS LP | 300 N MARIENFELD SUITE 1100 | MIDLAND | TX | 79701 | 70141820000007323008 |
| Wayne/Linda Newkumet | PO BOX 11330 | MIDLAND | TX | 79702 | 70141820000007323015 |
| B. Jack Reed | 506 CHARISMATIC | MIDLAND | TX | 79705 | 70141820000007323022 |
| Gerald A. Hancock | 4200 FAIRWOOD | MIDLAND | TX | 79707 | 70141820000007323039 |
| DRW Energy, LLC | 4107 TANFORAN | MIDLAND | TX | 79707 | 70141820000007323046 |
| Beryl Oil & Gas, LP | 6707 PEBBLE COURT | MIDLAND | TX | 79707 | 70141820000007323053 |
| M'Lissa L. McKinney Schoening | 300 N MARIENFELD SUITE 1100 | MIDLAND | TX | 79701 | 70141820000007323060 |
| Sharbro Oil Ltd. Co. | PO BOX 840 | ARTESIA | NM | 88211 | 70141820000007323077 |
| Rutter Wilbanks Corp. | PO BOX 3186 | MIDLAND | TX | 79701 | 70141820000007323084 |
| Fina Oil and Chemical Company | PO BOX 301105 | DALLAS | TX | 75303 | 70141820000007323091 |
| Curtis A. Anderson & Edna I. Anderson | 9314 CHERRY BROOK LANE | FRISCO | TX | 75033 | 70141820000007323107 |
| John S. Tittl | 7304 VALENCIA GROVE COURT | FORT WORTH | TX | 76132 | 70141820000007323121 |
| Michael A. Kulenguski | 279 JONES MT ROAD | MADISON | VA | 22727 | 70141820000007323114 |
| MAP000+NET | P.O. BOX 268946 | OKLAHOMA CITY | OK | 73126 | 70141820000007323138 |
| The Roach Foundation | 777 TAYLOR ST PII-J | FORT WORTH | TX | 76102 | 70141820000007323145 |
| Kimbell Art Foundation | 301 COMMERCE ST SUITE 2300 | FORT WORTH | TX | 76102 | 70141820000007323152 |
| Bill Burton* | 301 COMMERCE ST SUITE 2900 | FORT WORTH | TX | 76102 | 70141820000007323169 |
| Ben J. Fortson, III, Children's Trust | P O BOX 29 | FORT WORTH | TX | 76101 | 70141820000007323176 |
| Robert C. Grable | 201 MAIN STREET | FORT WORTH | TX | 76102 | 70141820000007323183 |
| MWB 1998 Trust | 301 COMMERCE ST STE 2900 | FORT WORTH | TX | 76102 | 70141820000007323190 |
| CCB 1998 Trust | 301 COMMERCE STREET | FORT WORTH | TX | 76102 | 70141820000007323206 |
| DCB 1998 Trust | 301 COMMERCE STREET | FORT WORTH | TX | 76102 | 70141820000007323213 |
| Sundance Minerals I | P O BOX 17744 | FORT WORTH | TX | 76102 | 70141820000007323220 |
| BOYT, ERIC D | P O BOX 2602 | MIDLAND | TX | 79702 | 70141820000007323237 |
| HANTTULA, JUDITH GENE | 3704 SAN GABRIEL AVENUE | FRISCO | TX | 75033 | 70141820000007323244 |
| HARROUN IRREV TRUST, DOROTHY S | P O BOX 3480 | OMAHA | NE | 68103 | 70141820000007323251 |
| HARROUN REV TRUST, D STUART | 515 TRES LAGUNAS LANE NE | ALBUQUERQUE | NM | 87113 | 70141820000007321578 |
| J M MINERAL & LAND CO INC | P O BOX 1015 | MIDLAND | TX | 79702 | 70141820000007321585 |
| KEENE, TARA L | 18700 COLLINS STREET | TARZANA | CA | 91356 | 70141820000007321592 |
| MAGNOLIA ROYALTY COMPANY INC | P O BOX 10703 | MIDLAND | TX | 79702 | 70141820000007321608 |
| NEAL, JEFFREY CASWELL | 1311 DOEPP DRIVE | CARLSBAD | NM | 88220 | 70141820000007321615 |
| NELMS, PIPER L | 18706 COLLIN ST | TARZANA | CA | 91356 | 70141820000007321622 |
| SOFTSEARCH INVESTMENT LP | P O BOX 89 | ABILENE | TX | 79604 | 70141820000007321639 |
| SOFTVEST MANAGEMENT LP | P O BOX 89 | ABILENE | TX | 79604 | 70141820000007321646 |

Certified Mail Tracking No.

| | | | | | |
|-----------------------------------|------------------------------|---------------|----|-------|----------------------|
| VOGT TRUST,ANDREW AND JANET | 13404 PIEDRA GRANDE PLACE NE | ALBUQUERQUE | NM | 87111 | 70141820000007321653 |
| WALKER II,HERMAN CLIFFORD | P O BOX 10135 | MIDLAND | TX | 79702 | 70141820000007321660 |
| ANDERSON AND,CURTIS A | 9314 CHERRY BROOK LANE | FRISCO | TX | 75033 | 70141820000007321677 |
| BURTON,WILLIAM K | 301 COMMERCE ST SUITE 2900 | FORT WORTH | TX | 76102 | 70141820000007321684 |
| FORTSON III CHILDRENS TRUST,BEN J | P O BOX 29 | FORT WORTH | TX | 76101 | 70141820000007321691 |
| GRABLE,ROBERT C | 201 MAIN STREET | FORT WORTH | TX | 76102 | 70141820000007321707 |
| MAP00-NET TX GENERAL PARTNERSH | P.O. BOX 268946 | OKLAHOMA CITY | OK | 73126 | 70141820000007321714 |
| PENROC OIL CORPORATION | P O BOX 2769 | HOBBS | NM | 88241 | 70141820000007321721 |
| ROACH FOUNDATION INC | 777 TAYLOR ST PII-J | FORT WORTH | TX | 76102 | 70141820000007321738 |
| RUTTER & WILBANKS CORPORATION | BOX 3186 | MIDLAND | TX | 79701 | 70141820000007321745 |
| BERYL OIL AND GAS LP | 6707 PEBBLE COURT | MIDLAND | TX | 79707 | 70141820000007321752 |
| DRW ENERGY LLC | 4107 TANFORAN | MIDLAND | TX | 79707 | 70141820000007321769 |
| LEOPARD PETROLEUM LP | 4200 FAIRWOOD PL | MIDLAND | TX | 79707 | 70141820000007321776 |
| MOBIL PRODUCING TEXAS & | 4500 DACOMA ST. CORP-BH3-212 | HOUSTON | TX | 77092 | 70141820000007321783 |
| NEWKUMET,WAYNE & LINDA | PO BOX 11330 | MIDLAND | TX | 79702 | 70141820000007321790 |
| REED,B JACK | 506 CHARISMATIC | MIDLAND | TX | 79705 | 70141820000007321806 |
| SCHOENING,M'LISSA M | 300 N MARIENFELD STE 1100 | MIDLAND | TX | 79701 | 70141820000007321813 |

Cedar Canyon 23-3H Satellite Production Data

CEDAR CANYON 23 FEDERAL #004H (API 30-015-43281)

| Month | Oil (bbls) | Gas (MCF) | Water (bbls) |
|-------|------------|-----------|--------------|
| Jan | 5020 | 0 | 0 |
| Feb | 49414 | 50169 | 53306 |
| Mar | 35454 | 55485 | 53073 |
| Apr | 20333 | 29356 | 40604 |

CEDAR CANYON 23 FEDERAL #005H (API 30-015-43282)

| Month | Oil (bbls) | Gas (MCF) | Water (bbls) |
|-------|------------|-----------|--------------|
| Jan | 4312 | 0 | 0 |
| Feb | 41602 | 45713 | 50533 |
| Mar | 38433 | 60660 | 63727 |
| Apr | 22926 | 36089 | 50855 |

Circle 1
 1000 N. Fourth St., Hobbs, NM 88240
 Phone: (505) 394-4161 Fax: (505) 394-6720
 Circle 2
 311 E. First St., Amarillo, NM 89100
 Phone: (505) 348-1237 Fax: (505) 348-4720
 Circle 3
 1000 N. Fourth St., Las Cruces, NM 88001
 Phone: (505) 334-4178 Fax: (505) 334-1170
 Circle 4
 1100 E. St. Francis Dr., Santa Fe, NM 87505
 Phone: (505) 476-3489 Fax: (505) 476-3483

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

Form C-102
 Revised August 1, 2011
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 District Office

☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------------|---|--|
| API Number 30-05-43642 | Pool Code 96743 | Pool Name Piece Crossing Bone Spring, East |
| Property Code 315242 | Property Name CEDAR CANYON "22" FEDERAL | Well Number 21H |
| OGUID No. 16694 | Operator Name OXY USA INC. | Elevation 2958.4' |

Surface Location

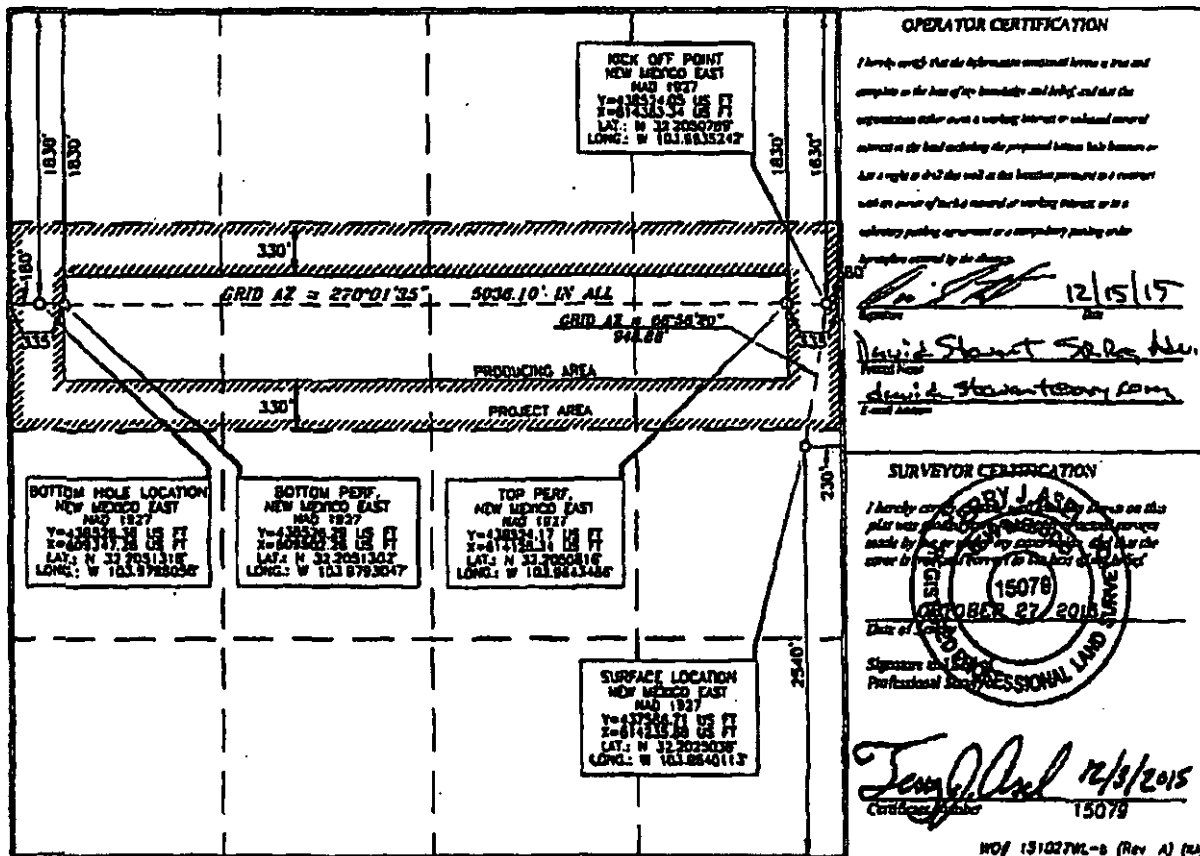
| UL or lot no. | Section | Township | Range | Lot 1/4 | Feet from the | North-South line | Feet from the | East-West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| 1 | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2840' | SOUTH | 230' | EAST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot 1/4 | Feet from the | North-South line | Feet from the | East-West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| E | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 1830' | NORTH | 180' | WEST | EDDY |

| | | | |
|------------------------------|-----------------------------|--------------------|-----------|
| Dedicated Acres No | Job or Infill 160 | Consolidation Code | Order No. |
|------------------------------|-----------------------------|--------------------|-----------|

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.



Energy
1220 South St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 263-4161 Fax: (505) 263-4220
Energy
511 E. First St., Santa Fe, NM 87501
Phone: (505) 749-1227 Fax: (505) 749-1120
Energy
1220 South St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 434-4170 Fax: (505) 434-4170
Energy
1220 South St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 475-1450 Fax: (505) 475-1450

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

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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|---|---|
| API Number 3005- | Pool Code 96473 | Pool Name Pierce Crossing Bone Springs East |
| Property Code | Property Name CEDAR CANYON "22" FEDERAL COM | Well Number 4H |
| OGUD No. 16696 | Operator Name OXY USA INC. | Elevation 2958.4' |

Surface Location

| UL or lot no. | Section | Township | Range | Lot No. | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| 1 | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2540' | SOUTH | 280' | EAST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot No. | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| L | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2570' | SOUTH | 80' | WEST | EDDY |

| | | | |
|-------------------------------|-----------------------------|--------------------|---|
| Dedicated Acres 160 | Joint or Infill Y | Consolidation Code | Order No. NSL-7389 NSL to be filed Approval 2/23/16 |
|-------------------------------|-----------------------------|--------------------|---|

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>BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1927 Y=437811.39 US FT X=614388.20 US FT LAT.: N 32.3028184° LONG.: W 103.9801330°</p> | | | | <p>BOTTOM PERF. NEW MEXICO EAST NAD 1927 Y=437813.39 US FT X=614388.20 US FT LAT.: N 32.3028178° LONG.: W 103.9801308°</p> | | | | <p>TOP PERF. NEW MEXICO EAST NAD 1927 Y=437818.39 US FT X=614388.20 US FT LAT.: N 32.3028182° LONG.: W 103.9801350°</p> | | | | <p>ROCK OFF POINT NEW MEXICO EAST NAD 1927 Y=437818.39 US FT X=614388.20 US FT LAT.: N 32.3028184° LONG.: W 103.9801353°</p> | | | |
| <p>GRID 42 = 289°55'43" 5158.75' IN ALL</p> | | | | | | | | | | | | | | | |
| <p>GRID 43 = 80°28'11" 182.35'</p> | | | | | | | | | | | | | | | |
| <p>PRODUCING AREA</p> | | | | | | | | | | | | | | | |
| <p>PROJECT AREA</p> | | | | | | | | | | | | | | | |
| <p>SURFACE LOCATION NEW MEXICO EAST NAD 1927 Y=437881.73 US FT X=614388.20 US FT LAT.: N 32.3028130° LONG.: W 103.9841083°</p> | | | | | | | | | | | | | | | |

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 organization either owns a working interest or mineral interest in the land including the proposed bottom hole location or has a right to drill the well at the location proposed as a contract with an owner of such a mineral or working interest, or in a voluntary pooling agreement or a compulsory pooling order.

Signature
David Stewart S.P.R. Adv.

Printed Name
David Stewart

E-mail Address
David.Stewart@oxy.com

SURVEYOR CERTIFICATION

I hereby certify that the information contained on this plat was prepared by me or under my direct supervision and that I am a duly licensed Professional Surveyor in the State of New Mexico.

Signature
James A. Paul 4/3/2015

Printed Name
James A. Paul

E-mail Address
James.A.Paul@nm.gov

15079

DOF 151027ML-s (Rev. A) (24)

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-8161 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 Bravo Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87501
Phone: (505) 476-3460 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

Form C-102
Revised August 1, 2011
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District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|---------------|--|----------------------|
| API Number | Pool Code | Pool Name |
| Property Code | Property Name CEDAR CANYON "22" FEDERAL COM | Well Number 5H |
| OGRID No. | Operator Name OXY USA INC. | Elevation 2939.7' |

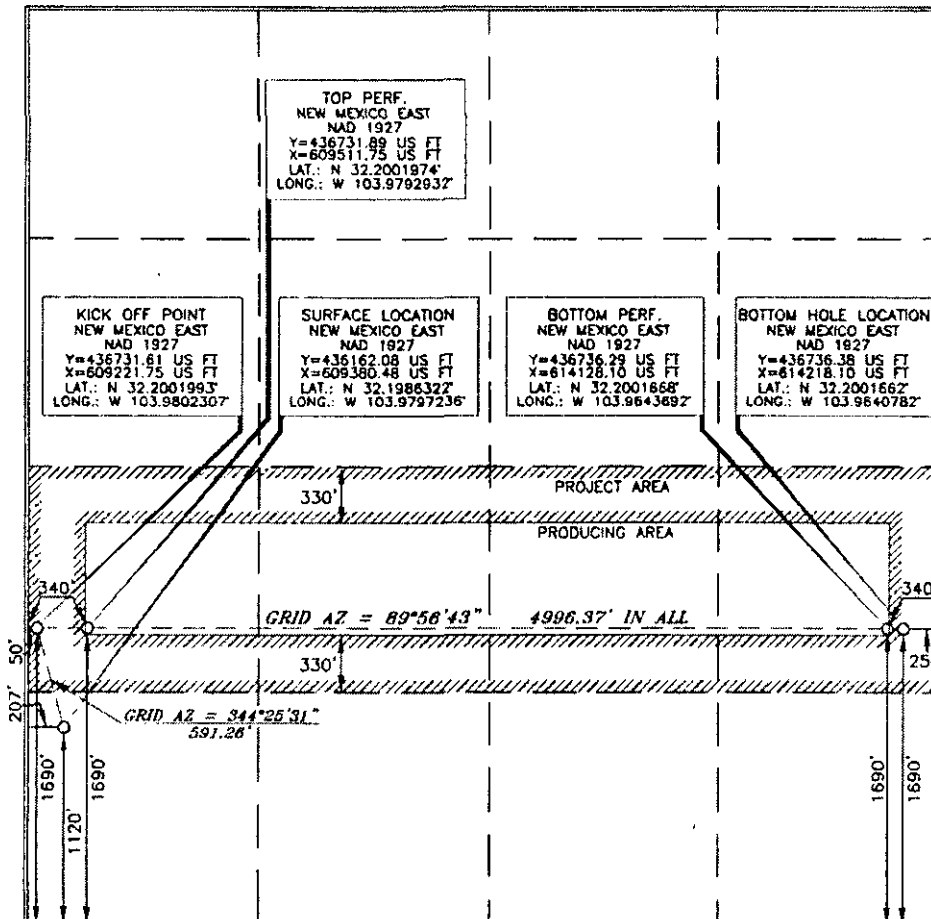
Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| M | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 1120' | SOUTH | 207' | WEST | EDDY |

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 |
|-----------------|-----------------|--------------------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| 1 | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 1690' | SOUTH | 250' | EAST | EDDY |
| Dedicated Acres | Joint or Infill | Consolidation Code | Order No. | | | | | | |

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 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 heretofore entered by the division.

Signature _____ Date _____
Printed Name _____
E-mail Address _____

SURVEYOR CERTIFICATION

I hereby certify that the well locations shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.

Date of Survey **NOVEMBER 9, 2015**
Signature and Seal of Professional Surveyor
ERRY J. ASH
15079

Tommy J. Paul 4/14/2016
Certificate Number **15079**
WOF 151109WL-a (Rev. B) (KA)

District I
 1425 N. French Dr., Hobbs, NM 88240
 Phone: (575) 393-4141 Fax: (575) 393-4728
 District II
 811 S. First St., Arroyo, NM 88210
 Phone: (575) 748-1283 Fax: (575) 748-8728
 District III
 1000 Rio Grande Road, Aztec, NM 87410
 Phone: (505) 334-4178 Fax: (505) 334-4170
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505
 Phone: (505) 476-3400 Fax: (505) 476-3403

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

Form C-102
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WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|------------------------------------|---|---|
| API Number 30-015- 43290 | Pool Code 96473 | Pool Name Pierce Crossing Bone Spring, E. |
| Property Code 315098 | Property Name CEDAR CANYON "23" FEDERAL | Well Number 3H |
| OGRD No. 16696 | Operator Name OXY USA INC. | Elevation 2957.1' |

Surface Location

| UL or lot no. | Section | Township | Range | Lot Ida | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| 1 | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2540' | SOUTH | 200' | EAST | EDDY |

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 |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| K | 24 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2260' | SOUTH | 2460' | WEST | EDDY |

| Dedicated Acres | Joint or Infill | Consolidation Code | Order No. |
|-----------------|-----------------|--------------------|-----------|
| 240 | Y | | |

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>OPERATOR CERTIFICATION</p> <p>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 undivided 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 working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>[Signature]</i> 11/4/14 David Stewart Sr. Rep. Adv. David.Stewart@oxy.com</p> <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from data from original surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p><i>[Signature]</i> 8/11/2014 15079 PROFESSIONAL LAND SURVEYOR</p> <p>WO/ 131211WL-a (Rev. A) (KA)</p> |
|--|---|

District I
 1420 N. French Dr., Hobbs, NM 88240
 Phone: (720) 392-4141 Fax: (720) 392-8728
 District II
 811 N. First St., Artesia, NM 88218
 Phone: (720) 948-1203 Fax: (720) 948-9728
 District III
 1035 Rio Arriba Road, Aztec, NM 87418
 Phone: (505) 334-4179 Fax: (505) 334-4178
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87502
 Phone: (505) 476-3460 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

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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-------------------------------|---|---|
| API Number 30-015- | Pool Code 96473 | Pool Name Pierce Crossing Bone Spring, E. |
| Property Code 39439 | Property Name CEDAR CANYON "23" FEDERAL | Well Number 4H |
| OGRID No. 16696 | Operator Name OXY USA INC. | Elevation 2941.7' |

Surface Location

| UL or lot no. | Section | Township | Range | Lot Ids | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| H | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 1415' | NORTH | 155' | EAST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Ids | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| F | 24 | 24 SOUTH | 29 EAST, N.M.P.M. | | 1700' | NORTH | 2460' | WEST | EDDY |

| | | | |
|-------------------------------|-----------------------------|--------------------|-----------|
| Dedicated Acres 240 | Joint or Infill Y | Consolidation Code | Order No. |
|-------------------------------|-----------------------------|--------------------|-----------|

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>OPERATOR CERTIFICATION</p> <p>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 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 to a voluntary pooling agreement or a compulsory pooling order heretofore approved by the division.</p> <p>Signature: <u>David Stewart</u> Date: <u>11/4/14</u></p> <p>Printed Name: <u>David Stewart Sr. Res. Adm.</u></p> <p>E-mail Address: <u>david_stewart@oxy.com</u></p> |
| <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the location shown on this plat was physically surveyed by me or under my direct supervision and that the same is a true and correct location of the well.</p> <p>Date of Survey: <u>15079</u></p> <p>Signature and Seal: <u>Jerry Allen</u> 8/11/2014</p> <p>Professional Surveyor Seal: <u>15079</u></p> <p>WOF 131211WL-c (Rev. A) (CA)</p> | | | | |

District 1
 1637 N. French Dr., Hobbs, NM 88240
 Phone: (703) 393-4161 Fax: (703) 393-4720
 District 2
 611 E. First St., Lordsburg, NM 88330
 Phone: (703) 348-1223 Fax: (703) 348-4720
 District 3
 1630 Rio Grande Road, Artes, NM 87416
 Phone: (703) 334-4179 Fax: (703) 334-4179
 District 12
 1230 E. St. Francis 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

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 Revised August 1, 2011
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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-------------------------------|---|--|
| API Number 30-015- | Pool Code 96473 | Pool Name Picure Crossing Bone Springs, E. |
| Property Code 39439 | Property Name CEDAR CANYON "23" FEDERAL | Well Number 5H |
| OCRD No. 16696 | Operator Name OXY USA INC. | Elevation 2941.5' |

Surface Location

| UL or lot no. | Section | Township | Range | Lot Ids | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| A | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 1305' | NORTH | 155' | EAST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Ids | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|-----------|-----------------|--------------------------|---------|---------------|------------------|---------------|----------------|-------------|
| C | 24 | 24 SOUTH | 29 EAST, N.M.P.M. | | 940' | NORTH | 2460' | WEST | EDDY |

| | | | |
|-------------------------------|-----------------------------|--------------------|-----------|
| Dedicated Acres 240 | Joint or Infill N | Consolidation Code | Order No. |
|-------------------------------|-----------------------------|--------------------|-----------|

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>TOP PERM. NEW MEXICO EAST NAD 1927 Y=438416.21 X=617780.82 LAT.: N 32.2075275° LONG.: W 103.9621965°</p> <p>BOTTOM PERM. NEW MEXICO EAST NAD 1927 Y=438441.87 X=622082.81 LAT.: N 32.2075288° LONG.: W 103.9368852°</p> <p>PROJECT AREA PRODUCING AREA</p> <p>GRID AZ = 80°48'23" 7422.07'</p> <p>GRID AZ = 81°48'01" 807.48'</p> <p>SURFACE LOCATION NEW MEXICO EAST NAD 1927 Y=438448.97 X=617436.82 LAT.: N 32.2065228° LONG.: W 103.9637654°</p> <p>BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1927 Y=438441.80 X=622212.90 LAT.: N 32.2075238° LONG.: W 103.9368002°</p> | | | |
| <p>OPERATOR CERTIFICATION</p> <p>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 on 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 entered by the Division.</p> <p><i>[Signature]</i> 11/4/14 David Stewart Sr. Reg. Adv. David Stewart Sr. Reg. Adv. David.Stewart@oxy.com</p> <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the information contained on this plat was prepared by a duly licensed Professional Surveyor made by me or under my supervision and that the same is true and correct to the best of my belief.</p> <p>15079 DECEMBER 11, 2014 Date of Survey</p> <p><i>[Signature]</i> 8/11/2014 Certificate No. 15079</p> <p>WOF 131211WL-d (Rev. A) (PL)</p> | | | |

District I
1623 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-4161 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 Road, Artesia, NM 88210
Phone: (505) 334-6178 Fax: (505) 334-6179
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 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

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Revised August 1, 2011
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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|---------------|---|-----------------------------|
| API Number | Pool Code | Pool Name |
| Property Code | Property Name CEDAR CANYON "23" FEDERAL COM | Well Number 6H |
| OGRID No. | Operator Name OXY USA INC. | Elevation 2948.7' |

Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| I | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2329' | SOUTH | 1173' | EAST | EDDY |

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 |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| K | 24 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2100' | SOUTH | 2460' | WEST | EDDY |

| | | | |
|-----------------|-----------------|--------------------|-----------|
| Dedicated Acres | Joint or Infill | Consolidation Code | Order No. |
|-----------------|-----------------|--------------------|-----------|

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>OPERATOR CERTIFICATION</p> <p>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 unleased 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 entered by the division.</p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p> <p>E-mail Address _____</p> |
| <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey FEBRUARY 23, 2016</p> <p>Signature and Seal of Professional Surveyor <i>[Signature]</i></p> <p>Certificate Number 15079</p> <p>WO# 160223WL-a (KA)</p> | | | | | | |

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (505) 393-6141 Fax: (505) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (505) 748-1281 Fax: (505) 748-9720
District III
1000 Rio Bravo Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|---------------|---|-----------------------------|
| API Number | Pool Code | Pool Name |
| Property Code | Property Name CEDAR CANYON "23" FEDERAL COM | Well Number 33H |
| OGRID No. | Operator Name OXY USA INC. | Elevation 2947.9' |

Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| I | 22 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2344' | SOUTH | 1199' | EAST | EDDY |

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 |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| K | 24 | 24 SOUTH | 29 EAST, N.M.P.M. | | 2270' | SOUTH | 2460' | WEST | EDDY |

| | | | |
|-----------------|-----------------|--------------------|-----------|
| Dedicated Acres | Joint or Infill | Consolidation Code | Order No. |
|-----------------|-----------------|--------------------|-----------|

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>OPERATOR CERTIFICATION</p> <p>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 unleased 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 entered by the division.</p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p> <p>E-mail Address _____</p> |
| | <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from the original survey made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey FEBRUARY 28, 2016</p> <p>Signature and Seal of Professional Surveyor <i>Terry J. Lad</i> 3/15/2016</p> <p>Certificate Number 15079</p> <p>WO# 160223WL-b (KA)</p> |

GAS SALES & FLOWLINE MAP



Google Earth Pro

miles
km

