

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

APPLICATION OF OXY USA INC. FOR  
COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO.

CASE NO. 23203

**NOTICE OF REVISED COMPULSORY POOLING CHECKLIST**

OXY USA Inc., applicant in the above-referenced case, gives notice that it is filing the attached exhibit for acceptance into the record.

**Revised Compulsory Pooling Checklist** is a corrected copy of the compulsory pooling checklist that correctly identifies the well names.

Respectfully submitted,

HOLLAND & HART LLP



---

Michael H. Feldewert  
Adam G. Rankin  
Julia Broggi  
Paula M. Vance  
Post Office Box 2208  
Santa Fe, New Mexico 87504-2208  
(505) 988-4421  
(505) 983-6043 Facsimile  
mfeldewert@hollandhart.com  
agrarkin@hollandhart.com  
jbroggi@hollandhart.com  
pmvance@hollandhart.com

ATTORNEYS FOR OXY USA INC.

# COMPULSORY POOLING APPLICATION CHECKLIST

**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 23203	APPLICANT'S RESPONSE
Date	January 5, 2023
Applicant	OXY USA Inc.
Designated Operator & OGRID (affiliation if applicable)	OGRID No. 16696
Applicant's Counsel:	Holland & Hart LLP
Case Title:	APPLICATION OF OXY USA INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.
Entries of Appearance/Intervenors:	N/A
Well Family	Llama Mall 26_35
<b>Formation/Pool</b>	
Formation Name(s) or Vertical Extent:	Wolfcamp (oil)
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	N/A
Pool Name and Pool Code:	WC-025 G-08 S223227D; Upper Wolfcamp [Pool code 98286]
Well Location Setback Rules:	Statewide oil rules
<b>Spacing Unit</b>	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	640
Building Blocks:	40 acres
Orientation:	North-South
Description: TRS/County	W/2 of Sections 26 and 35, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and</u> is approval of non-standard unit requested in this application?	Yes
<b>Other Situations</b>	
Depth Severance: Y/N. If yes, description	N/A
Proximity Tracts: If yes, description	Yes; The completed interval of the <u>Llama Mall 26 35 Fed Com #32H</u> is expected to remain within 330 feet of the adjoining quarter-quarter section (or equivalent) tracts to allow inclusion of these proximity tracts within the proposed horizontal spacing unit under 19.15.16.15.B(1)(b) NMAC.
Proximity Defining Well: if yes, description	Llama Mall 26 35 Fed Com #32H; see above.
Applicant's Ownership in Each Tract	Exhibit C-2
<b>Well(s)</b>	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Revised Exhibit No. A

Submitted by: OXY USA Inc.

Hearing Date: January 5, 2023

Case No. 23203

Well #1	<u>Llama Mall 26 35 FED COM #32H well</u> SHL: 700' FNL, 1,125' FWL (Unit D) Section 26 FTP: 100' FNL, 1,080' FWL (Unit D) Section 26 LTP: 100' FSL, 1,080' FWL (Unit M) Section 35 BHL: 20' FSL, 1,080' FWL (Unit M) Section 35 Target: Wolfcamp (oil) Orientation: North-South Completion: Proximity well
Well #2	<u>Llama Mall 26 35 FED COM #33H well</u> SHL: 700' FNL, 1,160' FWL (Unit D) Section 26 FTP: 100' FNL, 1,830' FWL (Unit C) Section 26 LTP: 100' FSL, 1,830' FWL (Unit M) Section 35 BHL: 20' FSL, 1,830' FWL (Unit N) Section 35 Target: Wolfcamp (oil) Orientation: North-South Completion: Standard Location
Well #3	<u>Llama Mall 26 35 FED COM #311H well</u> SHL: 700' FNL, 1,090' FWL (Unit D) Section 26 FTP: 100' FNL, 330' FWL (Unit D) Section 26 LTP: 100' FSL, 330' FWL (Unit M) Section 35 BHL: 20' FSL, 330' FWL (Unit M) Section 35 Target: Wolfcamp (oil) Orientation: North-South Completion: Standard Location
Well #4	<u>Llama Mall 26 35 FED COM #312H well</u> SHL: 971' FSL, 1,390' FEL (Unit O) Section 26 FTP: 100' FNL, 2,580' FWL (Unit C) Section 26 LTP: 100' FSL, 2,580' FWL (Unit N) Section 35 BHL: 20' FSL, 2,580' FWL (Unit N) Section 35 Target: Wolfcamp (oil) Orientation: North-South Completion: Non-standard
Horizontal Well First and Last Take Points	Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibit C-3; Exhibit D, D-3, D-4
<b>AFE Capex and Operating Costs</b>	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C-3
Requested Risk Charge	200%
<b>Notice of Hearing</b>	
Proposed Notice of Hearing	Exhibit B
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
<b>Ownership Determination</b>	
Land Ownership Schematic of the Spacing Unit	Exhibit C-2
Tract List (including lease numbers and owners)	Exhibit C-2

If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	N/A
Pooled Parties (including ownership type)	Exhibit C-2
Unlocatable Parties to be Pooled	Quantum Equities; See Exhibit C-4
Ownership Depth Severance (including percentage above & below)	N/A
<b>Joinder</b>	
Sample Copy of Proposal Letter	Exhibit C-3
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-2
Chronology of Contact with Non-Joined Working Interests	Exhibit C-4
Overhead Rates In Proposal Letter	Exhibit C-3; JOA
Cost Estimate to Drill and Complete	Exhibit C-3
Cost Estimate to Equip Well	Exhibit C-3
Cost Estimate for Production Facilities	Exhibit C-3
<b>Geology</b>	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D-1, D-2
Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D, D-3, D-4
HSU Cross Section	Exhibit D-3
Depth Severance Discussion	N/A
<b>Forms, Figures and Tables</b>	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-2
General Location Map (including basin)	Exhibit D-1, D-2
Well Bore Location Map	Exhibit D-1, D-2
Structure Contour Map - Subsea Depth	Exhibit D-3
Cross Section Location Map (including wells)	Exhibit D-3, D-4
Cross Section (including Landing Zone)	Exhibit D-3, D-4
<b>Additional Information</b>	
Special Provisions/Stipulations	N/A
<b>CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.</b>	
<b>Printed Name</b> (Attorney or Party Representative):	Paula M. Vance
<b>Signed Name</b> (Attorney or Party Representative):	
<b>Date:</b>	3/22/2023