United States Department of the Interior



BUREAU OF LAND MANAGEMENT



Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 www.nm.blm.gov

In Reply Refer to NM137581 3107 (P0220)

30-015-44134

Memorandum

To:

State Director (9210)

From: Land Law Examiner (P0220)

Subject:

First Production, Communitization Agreement NM137581

Date of Completion:

08/06/2017

Date of First Production:

08/10/2017

Field:

Pierce Crossing

Operator, Well Name & No, API Number:

Oxy USA, Inc.; Cedar Canyon 21/22 Fed Com 34H;

30-015-44134

Surface Location:

NWSW, sec. 21, T. 24 S., R. 29 E. SESE, sec. 22, T. 24 S., R. 29 E.

Bottom Location:

19,980 MD; 9,997 TVD

Total Depth:

Surface Elevation:

2,928 GL

Producing Formation:

Bone Spring (9.978 - 19.797)

Well Capable of Production in Paying Quantities:

Yes

Initial Daily Production:

Oil 2819 BBL; Gas 5593 MCF; Water 7056 BBL

Current Status:

Producing Oil Well

Remarks: CA NM137581, effective 06/01/2017, communitizes production of all gas and fluid hydrocarbons in the Bone Spring formation beneath sec. 21: S2S2 and sec. 22: S2S2, T. 24 S., R. 29 E., NMPM, and comprises 280 acres of Fee land and 40 acres of Federal land in lease NMNM13996 for a 320 acre spacing unit, whose leases are held by actual production.

If you have any questions regarding this memorandum, please call Deborah Ham at (575) 234-5965.

> /S/ Deborah Ham 01/19/2018

cc:

ONRR-MS 63230B First Production File LLNM (P0220, File Room) NM