

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



November 8, 2013

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-385
Administrative Application Reference No. pPRG1326656098

OXY USA WTP LP
Attn: Ms. Jennifer Duarte

Pursuant to your application received on September 20, 2013, OXY USA, INC. (OGRID 16696) is hereby authorized to surface commingle oil and gas production from the following pools located in Eddy County, New Mexico.

South Laguna Salado; Bone Spring	(96857)
Cedar Canyon; Bone Spring	(11520)
Northeast Harroun Ranch; Delaware	(96887)
Southwest Nash Draw; Delaware	(97148)

and from the diversely owned wells identified on Exhibit A hereto.

Each well will produce only from the pool identified with such well on Exhibit A. No downhole commingling is authorized.

Oil and gas production will be commingled and measured at three central tank batteries, located, respectively, at the well sites of the **Cypress 33 Federal No. 1H** Well in Unit P of Section 33-23S-29E, Eddy County; the **Cypress 34 Federal Well No. 1H** Well in Unit P of Section 34-23S-29E, Eddy County; and the **Goodnight 27 Federal Well No. 1H** in Unit N of Section 27-23S-29E, Eddy County. Production from each well will be transported to the battery identified with such well on Exhibit A.

All oil production will be sold from the Cypress 33-1 Battery via a LACT unit. Gas production gathered at each facility location will be sent through a volume transfer meter at the facility location. All gas production will then be sent to DCP for further processing.

All production measured at each battery will be allocated back to the individual wells delivering to that battery based on periodic well tests.

November 8, 2013

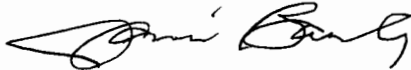
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The operator shall notify the transporter of this commingling authority.

The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

This approval is subject to like approval from the United States Bureau of Land Management before commencement of the commingling operations.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey", written over a horizontal line.

Jami Bailey
Division Director

JB/db

cc: Oil Conservation Division District Office – Artesia
United States Bureau of Land Management.

Exhibit A to Order PLG-385

Well #	Lease Number	Well Name	API	Federal Royalty %	Oxy Working Interest %	Operator	Unit Letter	Section	Township	Range	Battery Name	Pool	Oil (BOPD)	Oil Gravity Before Commingle	Oil Gravity After Commingle	Gas (MSCFPD)	Gas (MSCFPD) After Commingle	Water (BWPD)
1	NMNM 103603	Goodnight 26 Federal #001H	30-015-40007	12.5	52.5%	[16696] OXY USA INC	A	26	23S	R29E	Goodnight 27-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	85	40	40.29	270	5,766	150
2	NMNM 103604	Goodnight 35 Federal #002H	30-015-36373	12.5	30.0%	[16696] OXY USA INC	D	35	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	32	40		160		122
3	NMNM 105557	Goodnight 27 Federal #001H	30-015-22157	12.5	60.0%	[16696] OXY USA INC	N	27	23S	R29E	Goodnight 27-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	29	40		337		40
4	NMNM 105557	Goodnight 27 Federal #002H	30-015-36137	12.5	52.5%	[16696] OXY USA INC	L	27	23S	R29E	Goodnight 27-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	30	40		388		38
5	NMNM 105557	Goodnight 27 Federal #003H	30-015-39220	12.5	52.5%	[16696] OXY USA INC	M	27	23S	R29E	Goodnight 27-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	69	40		410		78
6	NMNM 105557	Goodnight 27 Federal #004H	30-015-39142	12.5	52.5%	[16696] OXY USA INC	N	27	23S	R29E	Goodnight 27-1	[96878] HARROUN RANCH;DELAWARE, NE	153	41		800		700
7	NMNM 105557	Goodnight 27 Federal #005H	30-015-39431	12.5	52.5%	[16696] OXY USA INC	M	27	23S	R29E	Goodnight 27-1	[96878] HARROUN RANCH;DELAWARE, NE	201	41		809		644
8	NMNM 19848	Cypress 33 Federal #001H	30-015-36321	12.5	100.0%	[16696] OXY USA INC	P	33	23S	R29E	Cypress 33-1	[11520] CEDAR CANYON;BONE SPRING	8	40		100		8
9	NMNM 19848	Cypress 33 Federal #003H	30-015-36987	12.5	100.0%	[16696] OXY USA INC	I	33	23S	R29E	Cypress 33-1	[11520] CEDAR CANYON;BONE SPRING	25	40		200		10
10	NMNM 86024	Cypress 28 Federal #001H	30-015-37249	12.5	100.0%	[16696] OXY USA INC	M	28	23S	R29E	Cypress 33-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	30	40		170		47
11	NMNM 86024	Cypress 28 Federal #002H	30-015-37331	12.5	100.0%	[16696] OXY USA INC	L	28	23S	R29E	Cypress 33-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	35	40		139		10
12	NMNM 86024	Cypress 28 Federal #003H	30-015-38287	12.5	100.0%	[16696] OXY USA INC	D	28	23S	R29E	Cypress 33-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	30	40		200		50
13	NMNM 86024	Cypress 28 Federal #004H	30-015-39330	12.5	66.7%	[16696] OXY USA INC	E	28	23S	R29E	Cypress 33-1	[96857] LAGUNA SALADO; BONE SPRING,SOUTH	90	40		212		40
14	NMNM 86024	Cypress 33 Federal #002H	30-015-37308	12.5	100.0%	[16696] OXY USA INC	A	33	23S	R29E	Cypress 33-1	[11520] CEDAR CANYON;BONE SPRING	54	40		175		25
15	NMNM 86024	Cypress 33 Federal #004H	30-015-37368	12.5	100.0%	[16696] OXY USA INC	H	33	23S	R29E	Cypress 33-1	[11520] CEDAR CANYON;BONE SPRING	44	40		100		10
16	NMNM 86024	Cypress 33 Federal #005H	30-015-40768	12.5	100.0%	[16696] OXY USA INC	A	33	23S	R29E	Cypress 33-1	[11520] CEDAR CANYON;BONE SPRING	112	40		180		160
17	NMNM 86024	Cypress 33 Federal #006H	30-015-41557	12.5	100.0%	[16696] OXY USA INC	A	33	23S	R29E	Cypress 33-1	[11520] CEDAR CANYON;BONE SPRING	120	40		270		165
18	NMNM 86024	Cypress 34 Federal #001H	30-015-35053	12.5	100.0%	[16696] OXY USA INC	P	34	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	6	40		27		6
19	NMNM 86024	Cypress 34 Federal #002H	30-015-35413	12.5	100.0%	[16696] OXY USA INC	F	34	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	13	40		105		26
20	NMNM 86024	Cypress 34 Federal #003H	30-015-35692	12.5	100.0%	[16696] OXY USA INC	K	34	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	15	40		109		3
21	NMNM 86024	Cypress 34 Federal #004H	30-015-35742	12.5	100.0%	[16696] OXY USA INC	D	34	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	29	40		125		40
22	NMNM 86024	Cypress 34 Federal #005H	30-015-35693	12.5	100.0%	[16696] OXY USA INC	C	34	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	23	40		107		30
23	NMNM 86024	Cypress 34 Federal #006H	30-015-38366	12.5	100.0%	[16696] OXY USA INC	M	34	23S	R29E	Cypress 34-1	[97148] NASH DRAW; DELAWARE, SW	37	41		124		400
24	NMNM 86024	Cypress 34 Federal #007H	30-015-39219	12.5	100.0%	[16696] OXY USA INC	C	34	23S	R29E	Cypress 34-1	[97148] NASH DRAW; DELAWARE, SW	14	41		45		272
25	NMNM 86024	Cypress 34 Federal #008H	30-015-39430	12.5	100.0%	[16696] OXY USA INC	O	34	23S	R29E	Cypress 34-1	[11520] CEDAR CANYON;BONE SPRING	130	40		204		230