

APPLICATION FOR OFF LEASE MEASUREMENT, STORAGE, AND SALES
Cedar Canyon 23 24 Federal Com #034H

OXY USA INC requests approval for off-lease measurement for the well listed below.

Well Name	API	Lease	Pool	Pool Code
Cedar Canyon 23 24 Federal Com #034H	30-015-44178	NMNM81586	PIERCE CROSSING; BONE SPRING, EAST	96473

OXY proposes to meter production from the Cedar Canyon 23 24 #034H through a three phase separator, located at the Cedar Canyon 22 Satellite Facility in Section 22 T24S R29E.

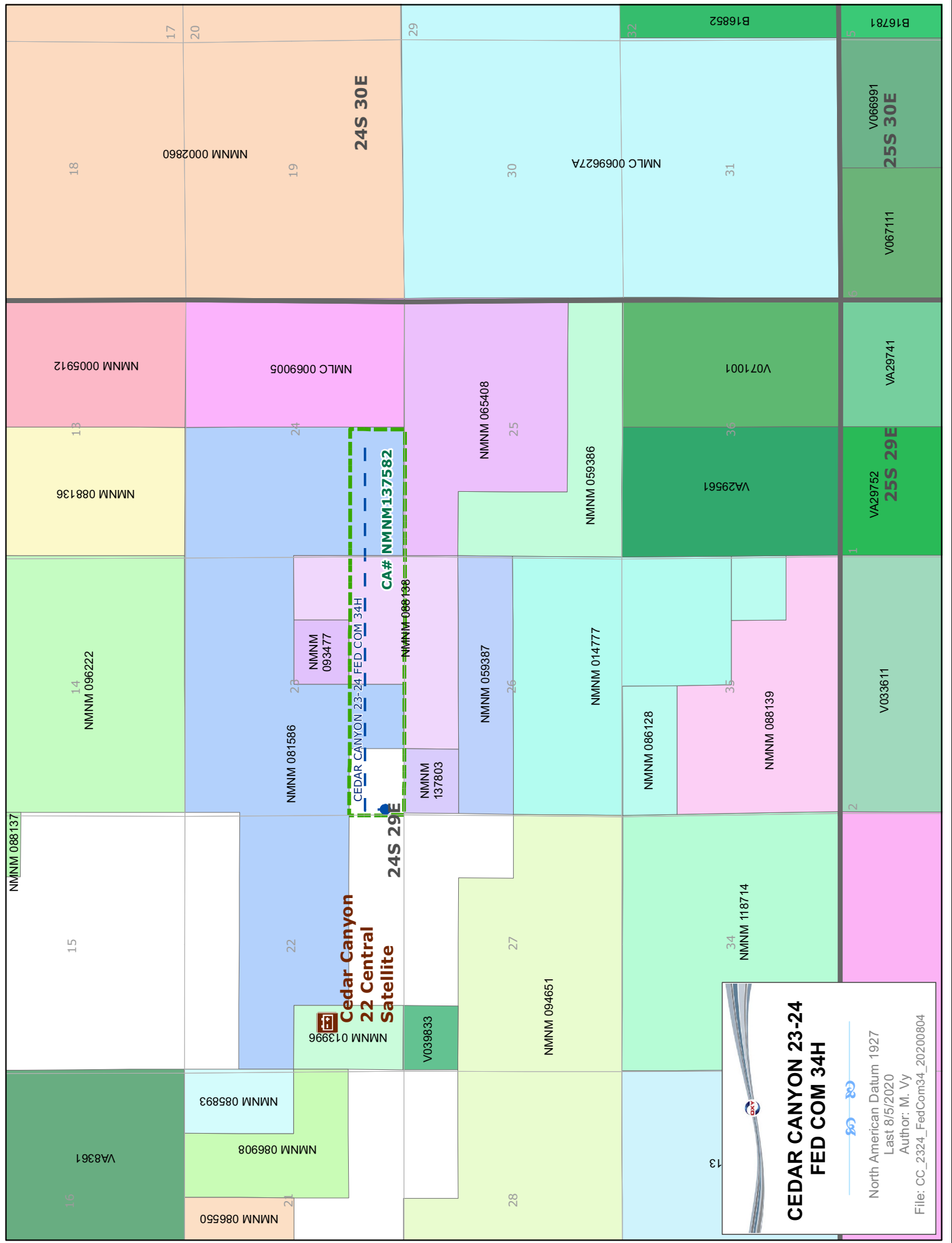
After separation, gas will flow through an orifice meter (S/N T151222196), which will serve as the gas custody transfer point. Oil will flow through a turbine meter into a dedicated 1000 bbl oil tank and then through a Coriolis meter. The Coriolis meter (S/N 14258276) will serve as the oil custody transfer point.

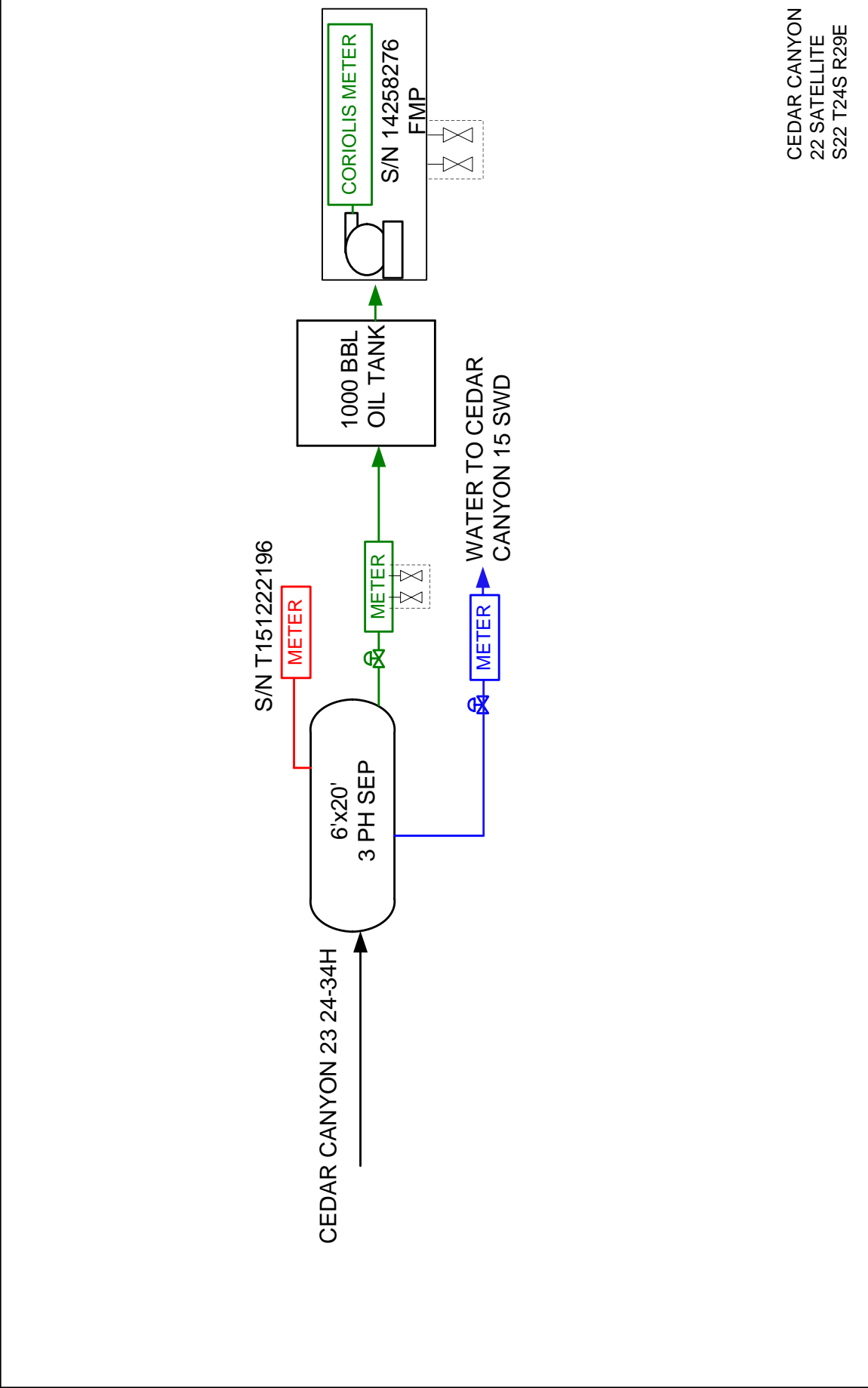
Royalty payments for oil and gas production will be paid off of the custody transfer meters. Meter will be proved and calibrated according to current API, NMOCD, and BLM standards.

Additional Application Components:

The flow of production is shown in detail on the enclosed facility diagram. Also enclosed is a map detailing the lease boundaries, well and battery locations.


OXY is the only working interest owner, so notice was not required.





CEDAR CANYON
22 SATELLITE
S22 T24S R29E

LEGEND	REVISION BLOCK			
	NO.	DATE	DESCRIPTION	BY
	0		PRELIMINARY DRAFT	KAO
	1		REVISION	JC
	2		OFF LEASE MEASUREMENT APPLICATION	TS
PRODUCTION MIX				
OIL				
GAS				
WATER				
EQUIPMENT				



PROCESS FLOW DIAGRAM
CEDAR CANYON 23 24-34H