

State of New Mexico
Energy, Minerals and Natural Resources Department

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Governor

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Cabinet Secretary

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Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



November 30, 2017

Surface Commingling Order PLC-491
Administrative Application Reference No. pMAM1731355177

OXY USA INC
Attention: Ms. Taylor Stillman

Pursuant to your application received on November 9, 2017, OXY USA Inc (OGRID 16696) is hereby authorized to surface commingle oil and gas production from the following pools located in Township 23 South, Range 34 East, and Township 24 South, Range 34 East NMPM, Lea County, New Mexico;

ANTELOPE RIDGE; MORROW (GAS)	(70440)
ANTELOPE RIDGE; ATOKA (GAS)	(70360)
ANTELOPE RIDGE; STRAWN (GAS)	(70450)

and from the following diversely owned federal wells and leases in said Section, Township, and Range in Lea County, New Mexico.

Lease:	Antelope Ridge Unit Well No. 8	
Description:	E/2 of Section 28, Township 23 South, Range 34 East	
Well:	Antelope Ridge Unit Well No. 8	API 30-025-26868
Pool:	Antelope Ridge; Atoka (Gas)	
Lease:	Antelope Ridge Unit Well No. 8	

Lease:	Antelope Ridge Unit Well No. 11	
Description:	W/2 of Section 34, Township 23 South, Range 34 East	
Well:	Antelope Ridge Unit Well No. 11	API 30-025-37624
Pool:	Antelope Ridge; Atoka (Gas)	
Lease:	Antelope Ridge Unit Well No. 11	

Lease:	Antelope Ridge Unit Well No. 7	
Description:	N/2 of Section 27, Township 23 South, Range 34 East	
Well:	Antelope Ridge Unit Well No. 7	API 30-025-27047
Pools:	Antelope Ridge; Strawn (Gas)	

Lease: Antelope Ridge Unit Well No. 2
Description: N/2 of Section 4, Township 24 South, Range 34 East
Well: Antelope Ridge Unit Well No. 2 API 30-025-20444
Pool: Antelope Ridge; Morrow (Gas)
Lease: Antelope Ridge Unit Well No. 2

Lease: Antelope Ridge Unit Well No. 3
Description: W/2 of Section 34, Township 23 South, Range 34 East
Well: Antelope Ridge Unit Well No. 3 API 30-025-21082
Pool: Antelope Ridge; Morrow (Gas)

Lease: Antelope Ridge Unit Well No. 9
Description: S/2 of Section 33, Township 23 South, Range 34 East
Well: Antelope Ridge Unit Well No. 9 API 30-025-28863
Pool: Antelope Ridge; Morrow (Gas)

Lease: Antelope Ridge Unit Well No. 12
Description: N/2 of Section 33, Township 23 South, Range 34 East
Well: Antelope Ridge Unit Well No. 12 API 30-025-37625
Pool: Antelope Ridge; Morrow (Gas)

The combined gas spacing units for these wells include N/2 of Section 27, E/2 of Section 28, entire Section 33, and W/2 of Section 34, Township 23 South, Range 34 East, and N/2 of Section 4, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico.

Commingled oil and gas production from the wells shall be measured and sold at the Antelope Ridge Unit Facility Tank Battery (CTB), located in Unit L of Section 34, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from the Antelope Ridge Unit Well No. 9, Antelope Ridge Unit Well No. 11, and Antelope Ridge Unit Well No. 12 are metered at their respective well pads prior to commingling. The Antelope Ridge Unit Well No. 7 and Antelope Ridge Unit Well No. 8 shall be metered separately at the CTB before commingling with the other wells. The Antelope Ridge Unit Well No. 2 and Antelope Ridge Unit Well No. 3 shall be measured with a combination of metering and well testing at the CTB.

The allocation meters shall be calibrated quarterly in accordance with Division Rule 19.15.12.10.C (2) NMAC.

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.

This approval is subject to like approval from Bureau of Land Management before commencing commingling operations.

The Operator shall notify the transporter of this commingling authority and the Hobbs District Office prior to implementation of commingling operations.

For future additions of wells and leases to this commingling operation, notice shall only be given to those interest owners in the wells and leases to be added, in accordance with Division Rule 19.15.12.10 C (4) (g) NMAC.

Done at Santa Fe, New Mexico, on November 30, 2017.



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division District Office – Hobbs
Bureau of Land Management - Carlsbad