

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised July 18, 2013

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-43140
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator OXY USA INC		6. State Oil & Gas Lease No. NMNM19199
3. Address of Operator 5 GREENWAY PLAZA SUITE 110, HOUSTON TX 77046		7. Lease Name or Unit Agreement Name CAL MON 35 FEDERAL
4. Well Location Unit Letter <u>D</u> : <u>250</u> feet from the <u>N</u> line and <u>710</u> feet from the <u>W</u> line Section <u>35</u> Township <u>23S</u> Range <u>31E</u> NMPM County <u>EDDY</u>		8. Well Number 41H
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 16696
10. Pool name or Wildcat COTTON DRAW;BONE SPRING		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: SURFACE POOL COMMINGLE <input checked="" type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <u>PC-1310</u> <input type="checkbox"/>	
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

OXY USA INC requests approval of a surface pool commingle at the Cal Mon 35 Fed 41H battery. Wells feeding the battery are Cal Mon 35 Fed 171H (API 30-015-44269) and Cal Mon 35 Fed 41H (API 30-015-43140). The oil production will be measured through a LACT, which will serve as the Facility Measurement Point (FMP). Production will then be allocated to each well based on well test and the amount of hours the well was operating in a given month. Gas production will be separated and measured through an Oxy check meter, which will serve as the FMP. All water will be sent to the Cal Mon 5 salt water disposal well (SWD). The BLM's interest, 12.5%, is identical in all wells.

*\*Recommend Approval with stipulation that Applicant provide sundry notice when test separator removed.*

Spud Date:  Rig Release Date:

Subject Like Approval BLM  
 I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Sandra Musallam TITLE REGULATORY ENGINEER DATE 10/27/2017

Type or print name SANDRA MUSALLAM E-mail address: sandra\_musallam@oxy.com PHONE: 713-366-5106  
**For State Use Only**

APPROVED BY: David R. Adams TITLE Division Director DATE 11/1/17  
 Conditions of Approval (if any):

RECEIVED: <i>10/31/2017</i>	REVIEWER: <i>MAM</i>	TYPE: <i>PC</i>	APP NO: <i>DMAM1730429934</i>
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Applicant:** OXY USA INC **OGRID Number:** 16696  
**Well Name:** CAL MON 35 FEDERAL 41H **API:** 30-015-43140  
**Pool:** COTTON DRAW; BONE SPRING **Pool Code:** 13367

*WC-015 G-08 523 3102C; WOLF CAMP 98123*

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]  
 A. Location - Spacing Unit - Simultaneous Dedication  
 NSL     NSP (PROJECT AREA)     NSP (PRORATION UNIT)     SD
- B. Check one only for [I] or [II]  
 [I] Commingling - Storage - Measurement  
 DHC     CTB     PLC     PC     OLS     OLM  
 [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX     PMX     SWD     IPI     EOR     PPR

*PC*

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.  
 A.  Offset operators or lease holders  
 B.  Royalty, overriding royalty owners, revenue owners  
 C.  Application requires published notice  
 D.  Notification and/or concurrent approval by SLO  
 E.  Notification and/or concurrent approval by BLM  
 F.  Surface owner  
 G.  For all of the above, proof of notification or publication is attached, and/or,  
 H.  No notice required

FOR OCD ONLY	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

SANDRA MUSALLAM  
 Print or Type Name

*Sandra Musallam*  
 Signature

10/27/2017  
 Date

713-366-5106  
 Phone Number

SANDRA\_MUSALLAM@OXY.COM  
 e-mail Address

**APPLICATION FOR POOL COMMINGLE**  
**Commingling proposal for Cal-Mon 35 Federal 41H Battery**

OXY USA INC requests approval of a surface pool commingle at the Cal-Mon 35 Federal 41H battery. The wells feeding the battery are listed below.

The oil production will be measured through a LACT (S/N 14465558, Lat 32.2674 Long -103.754), which will serve as the Facility Measurement Point (FMP). Production will then be allocated to each well based on well test and the amount of hours the well was operating in a given month.

Gas production will be separated and measured through an Oxy check meter (S/N 117149, Lat 32.2674 Long -103.754), which will serve as the FMP.

All water will be sent to the Cal Mon 5 salt water disposal well (SWD).

A detailed process description can be found below. The oil and gas meters will be calibrated on a regular basis per API, NMOCD and BLM specifications.

The BLM's interest, 12.5%, is identical in all wells.

Well	API	Location	Date Online	BOPD	OIL GRAVITY	MSCFD	BTU/cf	BWPD
<b>POOL: WILDCAT WOLFCAMP (98236) - NMNM19199</b>								
Cal Mon 35 Fed 171H	30-015-44269	D-35-T23S-R31E	Est. 10/25/2017	505#	44	902#	1300	1396#
<b>POOL: COTTON DRAW; BONE SPRING (13367) - NMNM19199</b>								
Cal Mon 35 Fed 41H	30-015-43140	D-35-T23S-R31E	Est. 10/25/2017	694#	43	1369#	1250	877#

Each of the two wells at the Cal-Mon 35 Federal 41H battery will have a dedicated 6' X 20' three-phase separator. Each vessel will be equipped with oil turbine meters (S/N 74546 & S/N 75067), gas orifice meters (S/N 109658 & S/N 119217), and water turbine meters (S/N 2089268717 & S/N 72627). Oil production will flow through a 6' X 20' heater treater then sent to three oil storage tanks. It will then be pumped through a LACT (FMP, S/N 14465558) and trucked to sales.

Each well will be tested daily prior to Range 1 of decline, and will be tested at least three times per month during Range 1 of decline. When Range 2 decline is started, the wells will be tested at least twice per month, then will be tested at least once per month during Range 3 of decline, as specified in Hearing Order R-14299.

Gas will be sent from the separators to a gas scrubber. It will then flow through an Oxy check meter (S/N 117149), which will serve as the gas FMP for the purpose of royalty payment, then sent to sales.

All water from the Cal Mon 35 Federal 41H Battery will be sent to the Cal Mon 5 SWD for disposal.

**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.

The working interest, royalty interest and overriding royalty interest owners are identical, so notice was not required.

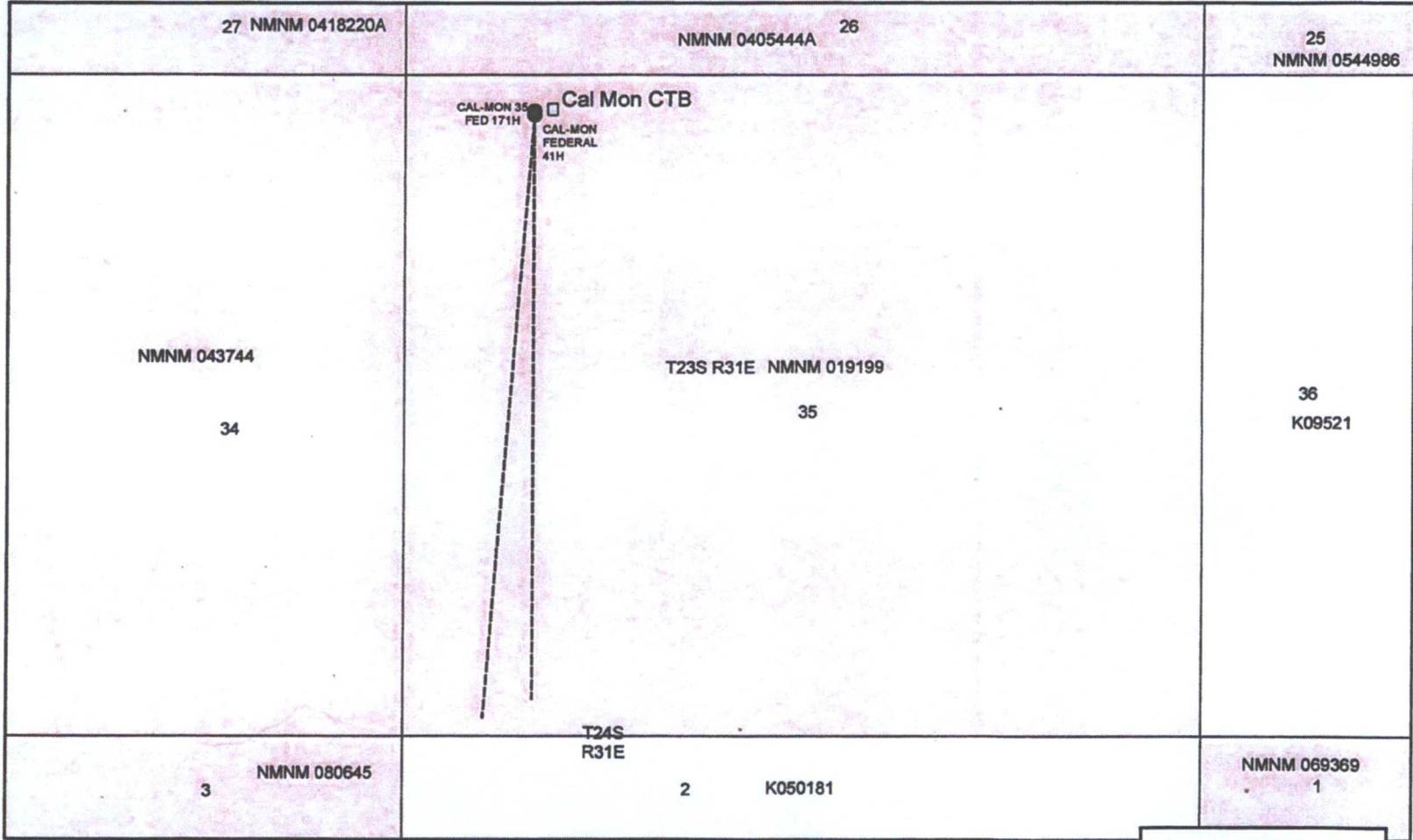
Pursuant to Statewide rule 19.15.12.10(C)(4)(g) OXY USA INC requests the option to include additional pools or leases within the defined parameters set forth in the order for future additions.

After completion of facility modifications, OXY will provide BLM with an updated facility diagram.

Commingling this production is the most effective means of producing the reserves. OXY USA INC understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. These applications will be submitted separately for approval per NMOCD and BLM regulations.



# Cal Mon CTB T23S R31E



**Legend**

- Lateral
- Well
- CalMon CTB



**OXY USA Inc.**  
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas  
77046  
P.O. Box 4294, Houston, Texas 77210-4294  
Direct: 713.215.7541 Fax: 713.985.1873  
Stacy\_Rojas@oxy.com

October 25, 2017

Re: **Commingle Application For Cal Mon 35 Federal 41H Battery:**

**Cal Mon 35 Federal 171H**  
Sec. 35, T23S-R31E  
Wildcat Wolfcamp (98236)

**Cal Mon 35 Federal 41H**  
Sec. 35, T23S-R31E  
Cotton Draw; Bone Spring (13367)

To Whom It May Concern:

OXY USA Inc., as Operator, will be filing an application with the New Mexico Oil Conservation Division for approval of the above mentioned commingle project. This letter serves to notice you that the operator and interest owners are identical for the wells listed above.

Best Regards,

OXY USA Inc.

Stacy Rojas  
Land Negotiator Advisor  
Email: [stacy\\_rojas@oxy.com](mailto:stacy_rojas@oxy.com)  
Office: 713/215-7541  
Cell: 832/541-6125

District I  
 1633 N. French Dr., Santa Fe, NM 87505  
 Phone: (505) 963-4161 Fax: (505) 963-6226  
 District II  
 811 E. First St., Santa Fe, NM 87501  
 Phone: (505) 948-1283 Fax: (505) 948-9726  
 District III  
 1537 San Antonio Road, Santa Fe, NM 87510  
 Phone: (505) 334-4178 Fax: (505) 334-4170  
 District IV  
 1530 E. S. Francis Dr., Santa Fe, NM 87505  
 Phone: (505) 476-3480 Fax: (505) 476-3485

State of New Mexico  
 Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-102  
 Revised August 1, 2011  
 Submit one copy to appropriate  
 District Office

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number <b>30-015-44269</b>	Pool Code	Pool Name <b>Wildcat Wolfcamp</b>
Property Code <b>314855</b>	Property Name <b>CAL-MON "35" FEDERAL</b>	Well Number <b>171H</b>
OGRID No. <b>16696</b>	Operator Name <b>OXY USA INC.</b>	Elevation <b>3456.2'</b>

**Surface Location**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	35	23 SOUTH	31 EAST, N.M.P.M.		280'	NORTH	710'	WEST	EDDY

**Bottom Hole Location If Different From Surface**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	35	23 SOUTH	31 EAST, N.M.P.M.		180'	SOUTH	380'	WEST	EDDY

Dedicated Acres <b>160</b>	Joint or In/In/1	Consolidation Code	Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or mineral interest in the land including the proposed bottom hole location or has a right to drill the well in this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order.

Accepted by the operator:

*David Stewart* 3/11/17  
 Signature Date  
 David Stewart Sr. Rep. Adv.  
 David.Stewart@oxy.com  
 E-mail Address

---

**SURVEYOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or mineral interest in the land including the proposed bottom hole location or has a right to drill the well in this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order.

*Jerry Alford* 3/22/2017  
 Signature Date  
 15079  
 Professional Land Surveyor

NOJ 170218H (04)

P.O. Box 1  
 1222 N. French Dr., Hobbs, NM 88240  
 Phone: (505) 393-4141 Fax: (505) 393-4720  
 P.O. Box 1  
 1111 E. First St., Artesia, NM 88210  
 Phone: (505) 345-1282 Fax: (505) 345-9720  
 P.O. Box 1  
 2000 Las Lunas Blvd., Artesia, NM 88210  
 Phone: (505) 334-4170 Fax: (505) 334-4170  
 P.O. Box 1  
 1222 S. St. Francis Dr., Santa Fe, NM 87505  
 Phone: (505) 476-3400 Fax: (505) 476-3402

State of New Mexico **NM OIL CONSERVATION**  
 Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-102  
 Revised August 1, 2011  
 Submit one copy to appropriate  
 District Office

APR 05 2017

RECEIVED

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number <b>30-015-43140</b>	Pool Code <b>13367</b>	Pool Name <b>Cotton Draw Base Spring</b>
Property Code <b>314855</b>	Property Name <b>CAL-MON "35" FEDERAL</b>	Well Number <b>41H.</b>
OGRID No. <b>16696</b>	Operator Name <b>OXY USA INC.</b>	Elevation <b>3456.2'</b>

**Surface Location**

UL or lot no.	Section	Township	Range	Lot Ids	Feet from the	North/South line	Feet from the	East/West line	County
D	35	23 SOUTH	31 EAST, N.M.P.M.		250'	NORTH	710'	WEST	EDDY

**Bottom Hole Location If Different From Surface**

UL or lot no.	Section	Township	Range	Lot Ids	Feet from the	North/South line	Feet from the	East/West line	County
M	35	23 SOUTH	31 EAST, N.M.P.M.		180'	SOUTH	850'	WEST	EDDY

Dedicated Acres <b>160</b>	Joint or Infill <b>N</b>	Consolidation Code	Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that the organization under whose authority I am acting is duly organized and has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order.

Signature: *David Stewart* Date: 3/7/17  
 David Stewart Sr. Res. Adv.  
 david.stewart@oxy.com

**SURVEYOR CERTIFICATION**

I hereby certify that the information on this plat was prepared from a true and correct survey made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey: AUGUST 3, 2016  
 Signature and Seal of Professional Surveyor: *Tommy [Signature]* 15079  
 Certificate Number: 15079

NOF 16080JH, (Rev. 8) (12x)

Well	API	Pool Code	Pool	Location	lease
Cal Mon 35 Fed 171H	30-015-44269	98236	WILDCAT WOLFCAMP	D-35-T23S-R31E	NMNM 19199
Cal Mon 35 Fed 41H	30-015-43140	13367	COTTON DRAW; BONE SPRING	D-35-T23S-R31E	NMNM 19199



OXY USA WTP Limited Partnership / OXY USA INC /  
OCCIDENTAL PERMIAN LTD  
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046  
P.O. Box 4294, Houston, Texas 77210-4294  
Direct: 713.366.5106  
Sandra\_Musallam@oxy.com

October 30, 2017

Re: Production of Wells Going to Cal Mon 35 Federal 41H Battery

Lease: NM 19199  
Eddy County, New Mexico

Dear Mr. McMillan:

Regarding the submitted commingle application for Cal Mon 35 Federal 41H Battery, the production decline of all of the wells going to the battery are in accordance with the production decline presented in Order R-14299.

For questions regarding this application, please contact me at (713) 366-5106.

Respectfully,

OXY USA INC  
Sandra Musallam  
Regulatory Engineer  
Sandra\_musallam@oxy.com