

DATE IN 06/27/13	SUSPENSE 08/02/13	ENGINEER DB	LOGGED IN 6/28/2013	TYPE PC	PAXK 1317935111
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NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



OXY
Cedar Canyon

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

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☒ PC ☐ OLS ☐ OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
[B] ☐ Offset Operators, Leaseholders or Surface Owner
[C] ☐ Application is One Which Requires Published Legal Notice
[D] ☒ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **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.

Jennifer Duarte
Print or Type Name

Signature

Regulatory Specialist
Title

06-26-2013
Date

jennifer.duarte@oxy.com
e-mail Address

RECEIVED OCD
2013 JUN 27 A 11:09



Wesley Robertson, RPL
Land Negotiator

OXY USA Inc.
Box 4294, Houston, Texas 77210-4294

Office (713) 366-5022
Cell (713) 918-9064
Fax (713) 985-4944
Wesley.Robertson@Oxy.com

August 5, 2013

Re: Cedar Canyon 16-1 Battery
Surface Commingle
Section 16, T24S, R29E
Eddy Co., New Mexico

Dear Sir or Madam:

State of New Mexico Lease No. VA-836, covering all of Section 16, Township 24 South, Range 29 East, is currently owned in its entirety by OXY USA Inc. (OXY). OXY has plans for surface commingling of the Cedar Canyon 16 State 1H, Cedar Canyon 16 State 2H, and Cedar Canyon 16 State 7H wells into the Cedar Canyon 16-1 Central Tank Battery, located in the NW/4 NW/4 of Section 16. Since the above referenced wells are uniform in working interest and royalty interest ownership, no additional notices will be required. ✓

Should you have any question or concerns, please don't hesitate to call or e-mail.

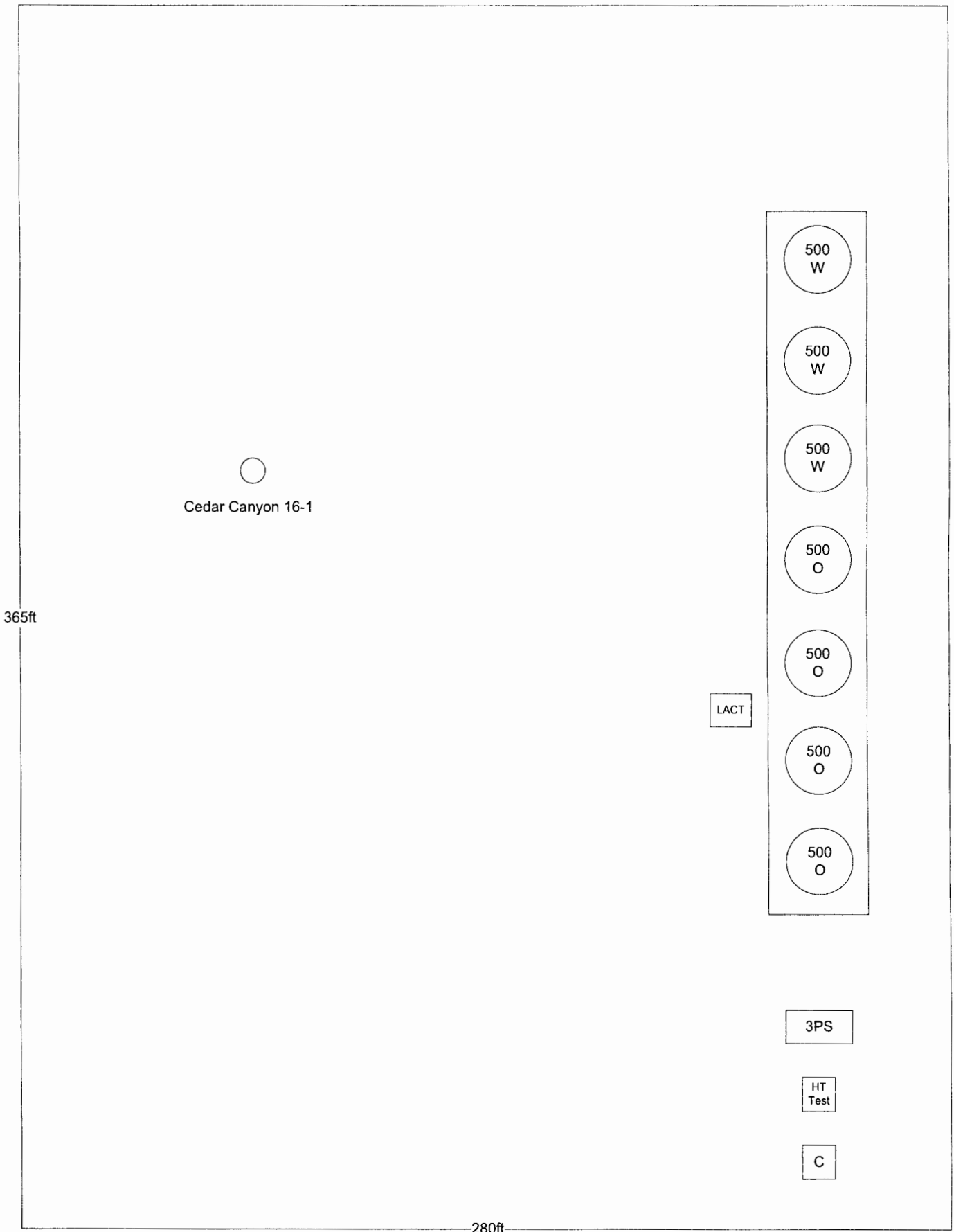
Very truly yours,

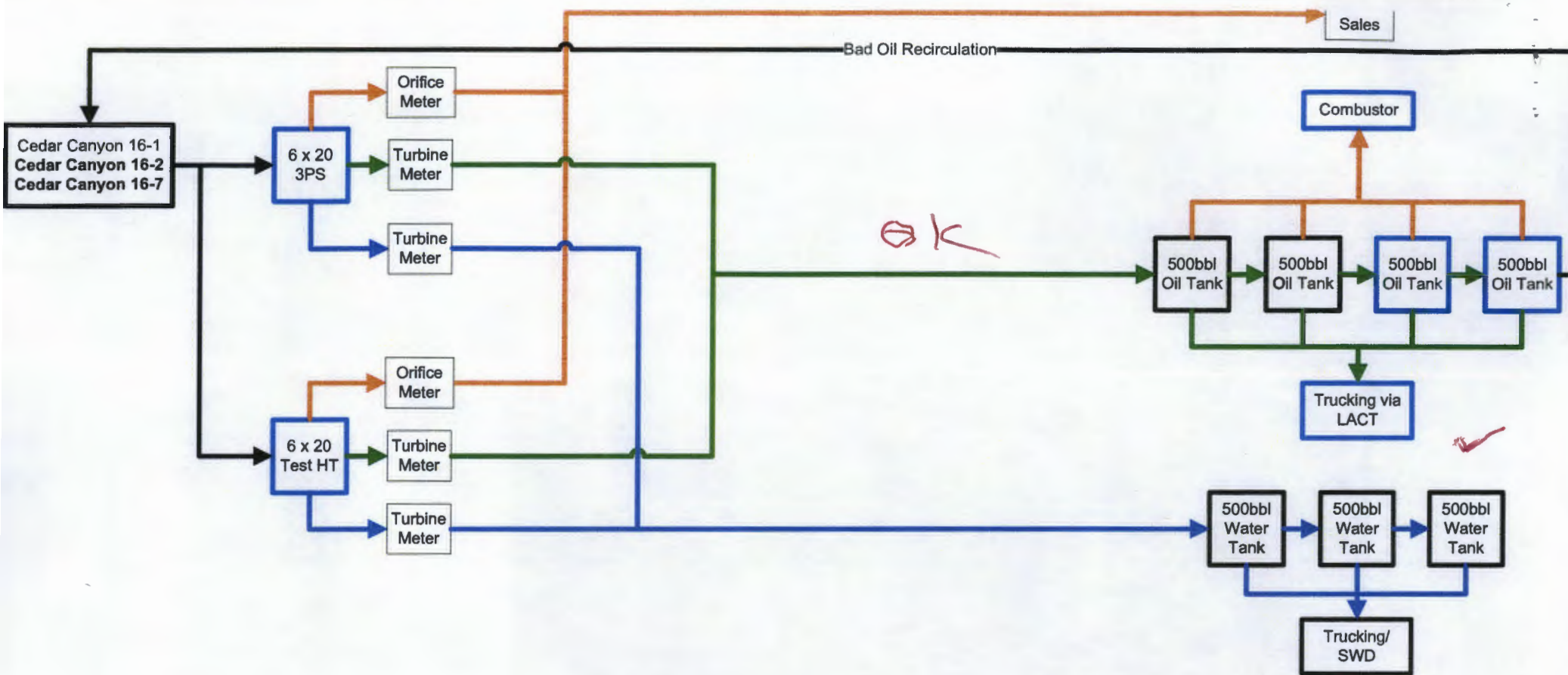
OXY USA Inc.

A handwritten signature in black ink, appearing to read "Wesley Robertson", is written over the typed name and title.

Wesley Robertson, RPL
Land Negotiator












Well #	Pool	Lease Number	Well Name	Battery Name	Working Interest	API Gravity by Pool	Volumes by Pool	API Gravity of Commingle	Total Volume of Commingle	Oil	Gas	Water	API	Location	Operator
1	[96238] CORRAL DRAW;BONE SPRING ✓	VA-836	Cedar Canyon 16-1	Cedar Canyon 16-1	100%	41 API Gravity	Oil: 550 BOPD Gas: 975 MSCFD Water: 350 BWPD	41 API Gravity	Oil: 950 BOPD Gas: 1,775 MSCFD Water: 650 BWPD	150	175	50	30-015-39856	Sec.16, T24S R29E	OXY USA INC
2	[96238] CORRAL DRAW;BONE SPRING ✓	VA-836	Cedar Canyon 16-2	Cedar Canyon 16-1	100%					400	800	300	30-015-41024	Sec.16, T24S R29E	OXY USA INC
3	[96473] PIERCE CROSSING; BONE SPRING, EAST ✓	VA-836	Cedar Canyon 16-7	Cedar Canyon 16-1	100%	41 API Gravity	Oil: 400 BOPD Gas: 800 MSCFD Water: 300 BWPD			400	800	300	30-015-41251	Sec.16, T24S R29E	OXY USA INC







Carlsbad, NM

-
1. Head north on N Canal St toward W Stevens St
go 305 ft
total 305 ft
 -  2. Take the 1st left onto W Stevens St
About 53 secs
go 413 ft
total 0.1 mi
 -  3. Turn left onto N Halagueno St
About 1 min
go 0.2 mi
total 0.4 mi
 -  4. Take the 3rd left onto W Greene St
go 381 ft
total 0.5 mi
 -  5. Turn right onto US-180 W/US-285 S/US-62 W/S Canal St
Continue to follow US-180 W/US-285 S/US-62 W
About 5 mins
go 2.0 mi
total 2.5 mi
 -  6. Slight left onto US-285 S
About 16 mins
go 15.0 mi
total 17.4 mi
 -  7. Turn left onto Co Rd 720/Duarte Rd
About 4 mins
go 1.3 mi
total 18.8 mi
 -  8. Turn right onto Co Rd 746/Mc Donald Rd
Continue to follow Mc Donald Rd
About 8 mins
go 3.1 mi
total 21.8 mi
 -  9. Turn left onto Dog Town Rd
About 4 mins
go 1.0 mi
total 22.9 mi
 -  10. Turn left to stay on Dog Town Rd
About 57 secs
go 0.3 mi
total 23.2 mi
 -  11. Sharp left onto Harroun Rd
go 0.1 mi
total 23.3 mi
 12. Continue onto Dog Town Rd
go 492 ft
total 23.4 mi
 -  13. Turn right toward Harroun Canal
go 0.2 mi
total 23.5 mi
 14. Continue straight onto Harroun Canal
go 0.3 mi
total 23.8 mi



"Cedar Canyon 16-1"

Harroun Canal

8

9

10

11

**Township 24 South, Range 29 East
Eddy County, New Mexico**

EDDY T24S R29E

17

● Cedar Canyon 16 State #1H
■ Cedar Canyon 16-1 CTB

Sec. 16

State of New Mexico Lease No. VA-836

● Cedar Canyon 16 State #2H

20

21

22

23

● Cedar Canyon 16 State #7H

Sec. 15

**Harroun Fee Lease
#6-3024823**

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NEW MEXICO STATE LAND OFFICE
Commingle PRE-Application ONLINE Version

Please provide the following requested information so that the SLO staff can determine whether or not you qualify to submit a commingle application package.

Name: Jennifer Duarte Company: OXY USA INC
Address: 5 Greenway Plaza; Ste. 110 City Houston
Telephone: 713-513-6640 Fax: _____ State TX Zip 77046

The State Land Office rule that applies to commingling oil and gas production from New Mexico State Trust Lands is Rule 100.53. The rule is attached to the bottom of this form. If you have any questions, please contact the Oil, Gas, and Minerals Division at 505-827-5791.

1. Briefly describe what you propose to do. OXY USA INC plans to commingle the production
from wells described in the attached packet. The production will be commingled on-lease, but from
different pools.

2. Fill in the following information for each well. [Attach additional pages if needed.]

Well name & number Please See Attached Packet Lease # _____
Lessee of Record _____
Legal land description: Subdivisions _____
Sect _____ T _____ R _____ NMPM _____ County NM
Pool _____

Well name & number Please See Attached Packet Lease # _____
Lessee of Record _____
Legal land description: Subdivisions _____
Sect _____ T _____ R _____ NMPM _____ County NM
Pool _____

Well name & number Please See Attached Packet Lease # _____
Lessee of Record _____
Legal land description: Subdivisions _____
Sect _____ T _____ R _____ NMPM _____ County NM
Pool _____



Shipment Receipt

Address Information**Ship to:**

Commissioner of Public
Lands

State of New Mexico
310 Old Santa Fe Trail
Attention: Pete Martinez
SANTA FE, NM
87504
US
5058275760

Ship from:

Jennifer Duarte

Oxy Inc
5 Greenway Plaza
Suite 110
Houston, TX
77046
US
7135136640

Shipment Information:

Tracking no.: 796101785242

Ship date: 06/26/2013

Estimated shipping charges: 17.77

Package Information

Service type: Priority Overnight

Package type: FedEx Envelope

Number of packages: 1

Total weight: 0.20 LBS

Declared Value: 0.00 USD

Special Services:

Pickup/Drop-off: Use an already scheduled pickup at my location

Billing Information:

Bill transportation to: Houston Greenway-678

Your reference: J Duarte

P.O. no.:

Invoice no.:

Department no.:

Thank you for shipping online with FedEx ShipManager at fedex.com.

Please Note

FedEx will not be responsible for any claim in excess of \$100 per package, whether the result of loss, damage, delay, non-delivery, misdelivery, or misinformation, unless you declare a higher value, pay an additional charge, document your actual loss and file a timely claim. Limitations found in the current FedEx Service Guide apply. Your right to recover from FedEx for any loss, including intrinsic value of the package, loss of sales, income interest, profit, attorney's fees, costs, and other forms of damage whether direct, incidental, consequential, or special is limited to the greater of \$100 or the authorized declared value. Recovery cannot exceed actual documented loss. Maximum for items of extraordinary value is \$500, e.g., jewelry, precious metals, negotiable instruments and other items listed in our Service Guide. Written claims must be filed within strict time limits; Consult the applicable FedEx Service Guide for details. The estimated shipping charge may be different than the actual charges for your shipment. Differences may occur based on actual weight, dimensions, and other factors. Consult the applicable [FedEx Service Guide](#) or the FedEx Rate Sheets for details on how shipping charges are calculated.