

9/20 DATE IN	SUSPENSE	MAN ENGINEER	9/21 LOGGED IN	TYPE	MAN 1626533/41 APP NO.
-----------------	----------	-----------------	-------------------	------	---------------------------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- 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

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 _____

OLM - 1100
- OXY USA, Inc
16696
- well
- Cedar Canyon
27 state court #107
30-015-43673

[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

POD
- Pickle Crossing
WOLF Camp
50373

[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.

Taylor Stillman See Form C-143 Production Engineer 9-20-2016
Print or Type Name Signature Title Date

e-mail Address

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

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

PM AM 16265 331 41

Form C-103
Revised July 18, 2013

SUNDRY NOTICES AND REPORTS ON WELLS (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. 30-015-43673
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 checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator OXY USA INC		6. State Oil & Gas Lease No. V039833
3. Address of Operator 5 GREENWAY PLAZA SUITE 110 HOUSTON, TX 77046		7. Lease Name or Unit Agreement Name CEDAR CANYON 27 STATE COM
4. Well Location Unit Letter <u>D</u> : 1154 feet from the NORTH line and 121 feet from the WEST line Section <u>27</u> Township <u>24S</u> Range <u>29E</u> NMPM County <u>EDDY</u>		8. Well Number 10H
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 16696
		10. Pool name or Wildcat PIERCE CROSSING; WOLFCAMP

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐
CLOSED-LOOP SYSTEM ☐
OTHER: OFF-LEASE MEASUREMENT ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: ☐

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 for the Off-lease Measurement, Storage & Sales for the Cedar Canyon 27 State Com 10H.

Oxy proposes to meter production from the Cedar Canyon 27 State Com 10H 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. Meters will be proved and calibrated according to current API, NMOCD and BLM standards.

The flow of production is shown in detail on the enclosed facility diagram.

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

SIGNATURE Taylor Stillman TITLE: PRODUCTION ENGINEER DATE: 09/19/2016

Type or print name TAYLOR STILLMAN E-mail address: TAYLOR_STILLMAN@OXY.COM PHONE: (713) 366-5945

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any): _____

Mexico ARTESIA DISTRICT

Revised August 1, 2011

☒ AMENDED REPORT
As drilled

District I
1623 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-9720
District II
811 S First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Branson Road, Aroco, NM 87410
Phone: (505) 334-6173 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3463

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

RECEIVED

API Number 30-015-43673	Pool Code 50373	Pool Name Pierce Crossing ; Wolfcamp Oil
Property Code 304790	Property Name CEDAR CANYON '27 STATE COM	Well Number 10H
OGRID No. 16696	Operator Name OXY USA INC.	Elevation 2918.9'

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	27	24 SOUTH	29 EAST, N.M.P.M.		1154'	NORTH	121'	WEST	EDDY

UL or lot no. A	Section 27	Township 24 SOUTH	Range 29 EAST, N.M.P.M.	Lot Idn	Feet from the -255' 409'	North/South line NORTH	Feet from the -250' 176'	East/West line EAST	County EDDY
Dedicated Acres 160	Joint or Infill N	Consolidation Code	Order No.	Bottom Perf - Top Perf -	409' FNL 402' FNL	344' FEL 379' FNL			

330'

GRID AZ = 89°56'43"

4993.88' IN ALL

GRID AZ = 355°03'12"

801.82'

1154'

330'

PRODUCING AREA

PROJECT AREA

SURFACE LOCATION
NEW MEXICO EAST
NAD 1927
Y=433887.75 US FT
X=609295.19 US FT
LAT.: N 32.1923809"
LONG.: W 103.9800235"


TOP PERF.
NEW MEXICO EAST
NAD 1927
Y=434686.94 US FT
X=609518.06 US FT
LAT.: N 32.1945739"
LONG.: W 103.9793010"

BOTTOM PERF.
NEW MEXICO EAST
NAD 1927
Y=434891.35 US FT
X=614129.90 US FT
LAT.: N 32.1945454"
LONG.: W 103.9643860"

BOTTOM HOLE LOCATION
NEW MEXICO EAST
NAD 1927
Y=434891.44 US FT
X=614219.91 US FT
LAT.: N 32.1945448"
LONG.: W 103.9640951"

/ KICK OFF POINT
NEW MEXICO EAST
NAD 1927
Y=434686.66 US FT
X=609228.06 US FT
LAT.: N 32.1945777"
LONG.: W 103.9802384"

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 unleased mineral interest in the land including the proposed bottom hole location or 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 heretofore entered by the division.

 8/8/16
Signature Date
Jana Mendiola
Printed Name
janelyn-mendiola@oxy.com
Email Address

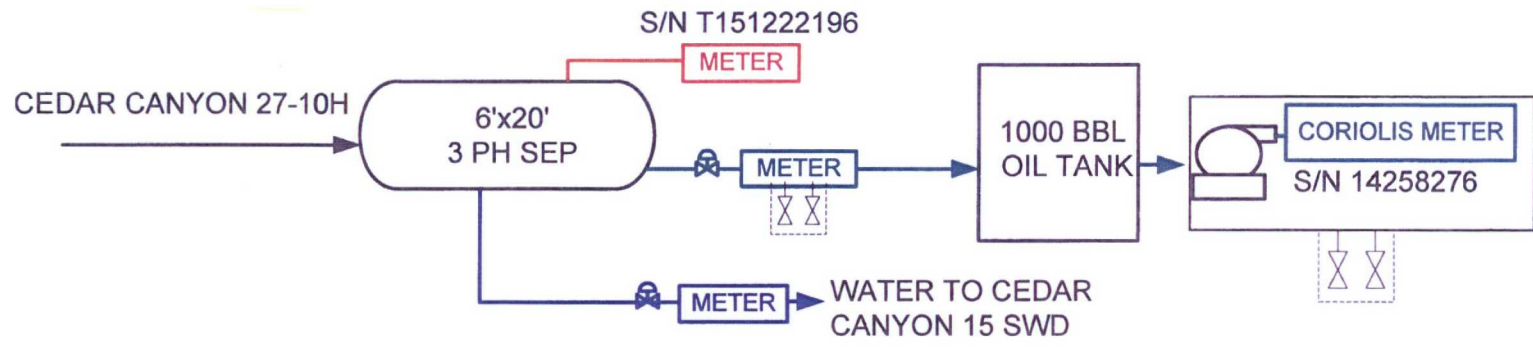
I hereby certify that the well known shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

15079
DECEMBER 10, 2015

Signature and Seal of Professional Surveyor

Jerry A. Paul 2/9/2016
Certificate Number 15079

WD# 151210WZ-b (Rev. C) (KA)

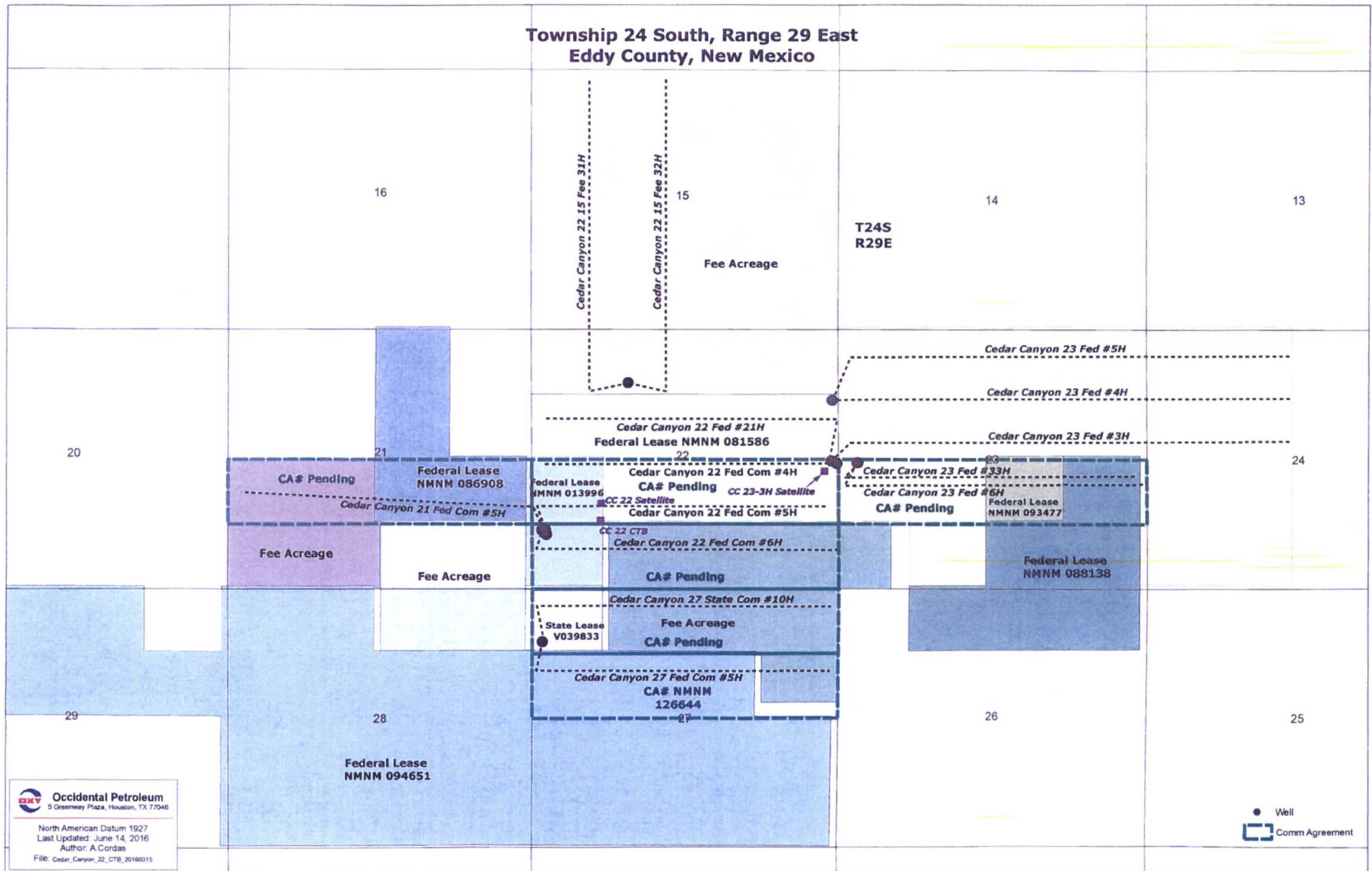


CEDAR CANYON
22 SATELLITE
S22 T24S R29E

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

PROCESS FLOW DIAGRAM
CEDAR CANYON 27-10H

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





Jeremy D. Murphrey, CPL
Land Negotiator Sr.

OXY USA Inc.
Box 27570, Houston, TX 77227-7570

Phone (713) 350-4816
Fax (713) 985-4942
Jeremy_Murphrey@oxy.com

September 21, 2016

RE: Off-Lease Measurement Application:
Cedar Canyon 22 Satellite

To Whom It May Concern:

OXY USA Inc., ("OXY"), as Operator, has filed applications with the New Mexico Oil Conservation Division for approval of the above mentioned project.

This letter serves as notice that the OXY, owning 100.00% of the working interest, is the sole working interest party in the following wells:

(API: 30-015-43673) Cedar Canyon 27 State Com #10H
(API: 30-015-43775) Cedar Canyon 27 Fed Com #5H
(API: 30-015-43749) Cedar Canyon 21 Fed Com #5H

Best Regards

OXY USA Inc.

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

Jeremy Murphrey, CPL
Land Negotiator Sr.