

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 109  
 - OXY USA, Inc  
 16696  
 well  
 - Cedar Canyon  
 27 Fed Com # 54  
 30-015-43775

- [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

Pool  
 - Pierce Crossing,  
 Bone Springs, East  
 96473

[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      Production Engineer see C-103      \_\_\_\_\_  
 Print of Type Name      Signature      Title      Date  
 \_\_\_\_\_  
 e-mail Address

PMAM1626532792

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

WELL API NO.  
30-015-43775

5. Indicate Type of Lease  
STATE  FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
CEDAR CANYON 27 FED COM

8. Well Number 5H

9. OGRID Number  
16696

10. Pool name or Wildcat  
PIERCE CROSSING; BONE SPRING, E

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.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
OXY USA INC

3. Address of Operator  
5 GREENWAY PLAZA SUITE 110 HOUSTON, TX 77046

4. Well Location  
Unit Letter \_\_\_\_\_ : 1154 feet from the NORTH line and 151 feet from the WEST line  
Section 27 Township 24S Range 29E NMPM County EDDY

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- CLOSED-LOOP SYSTEM
- OTHER: OFF-LEASE MEASUREMENT

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS
- 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 Fed Com 5H.

Oxy proposes to meter production from Cedar Canyon 27 Fed Com 5H 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 T151222204), 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 14258900) 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

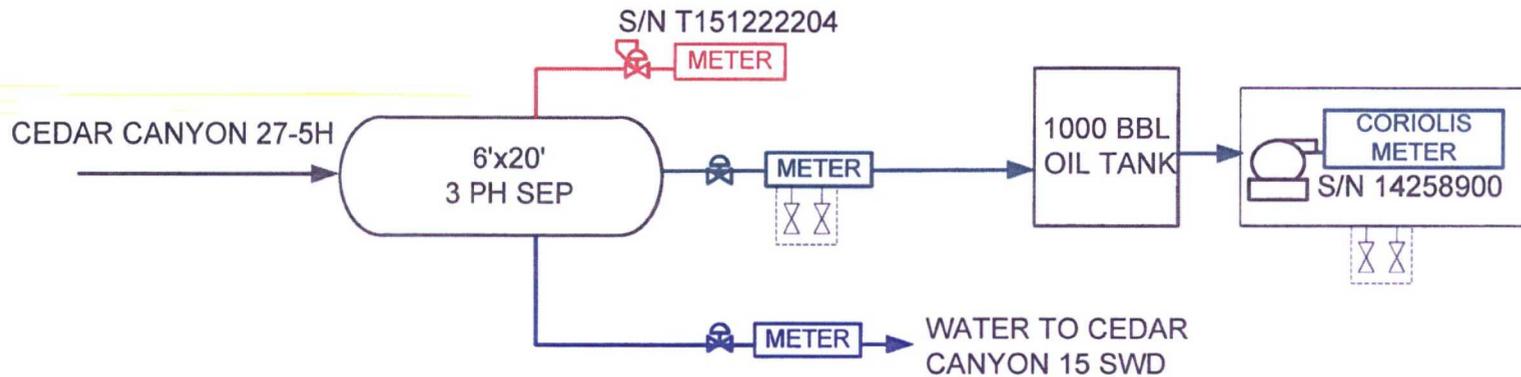
For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):



CEDAR CANYON  
22 SATELLITE  
S22 T24S R29E

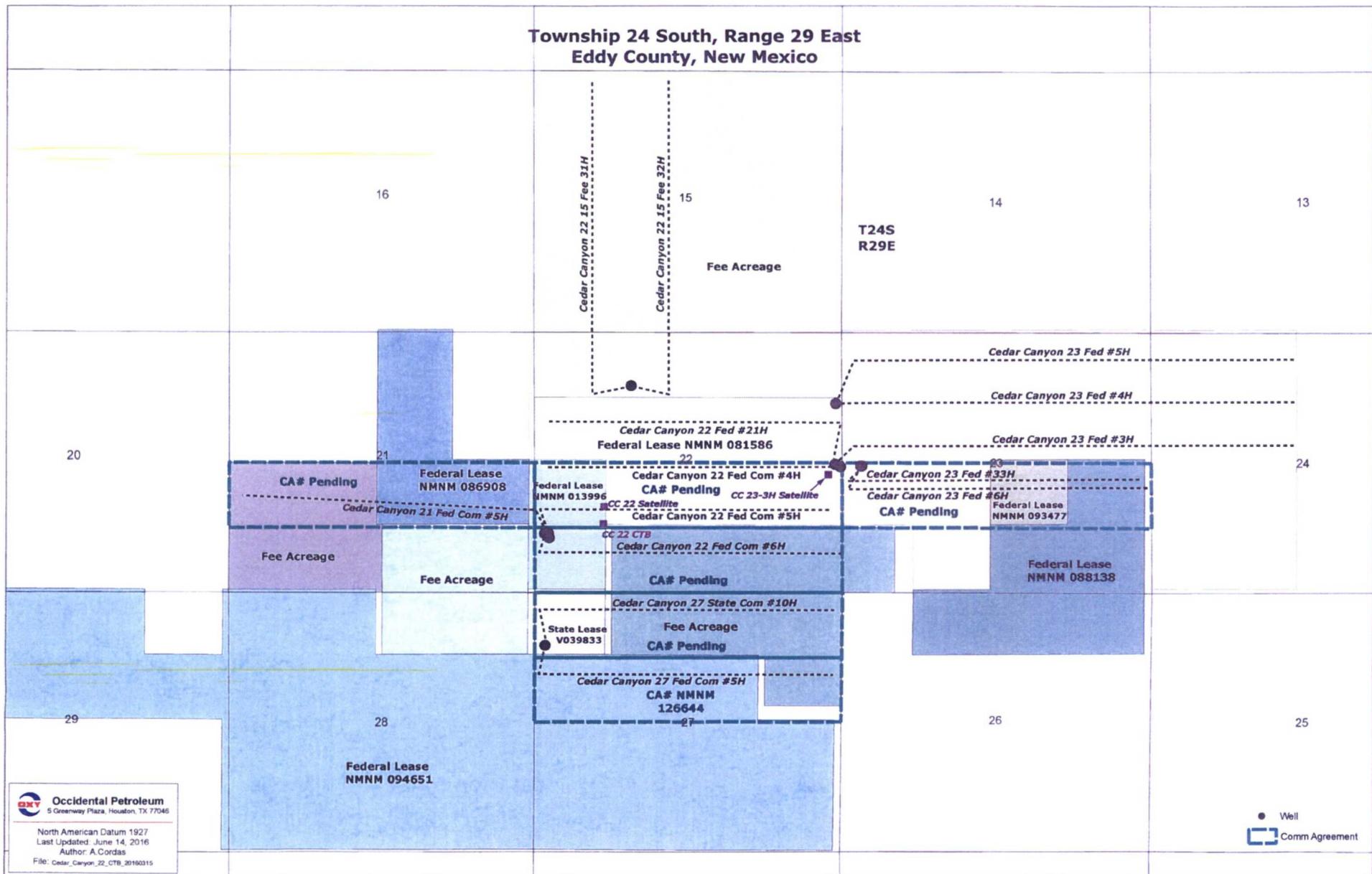
REVISION BLOCK

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



PROCESS FLOW DIAGRAM  
CEDAR CANYON 27-5H

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



**Occidental Petroleum**  
 5 Greenway Plaza, Houston, TX 77046  
 North American Datum 1927  
 Last Updated: June 14, 2016  
 Author: A.Cordas  
 File: Cedar\_Canyon\_22\_CTB\_20160315

● Well  
 --- Comm Agreement



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

**Jeremy D. Murphrey, CPL**  
Land Negotiator Sr.

**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".

**Jeremy Murphrey, CPL**  
Land Negotiator Sr.

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720  
District II  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720  
District III  
1000 Rio Branos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

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	Pool Code	Pool Name
Property Code	Property Name <b>CEDAR CANYON "27" FEDERAL COM</b>	Well Number <b>5H</b>
OGRID No.	Operator Name <b>OXY USA INC.</b>	Elevation <b>2919.1'</b>

**Surface Location**

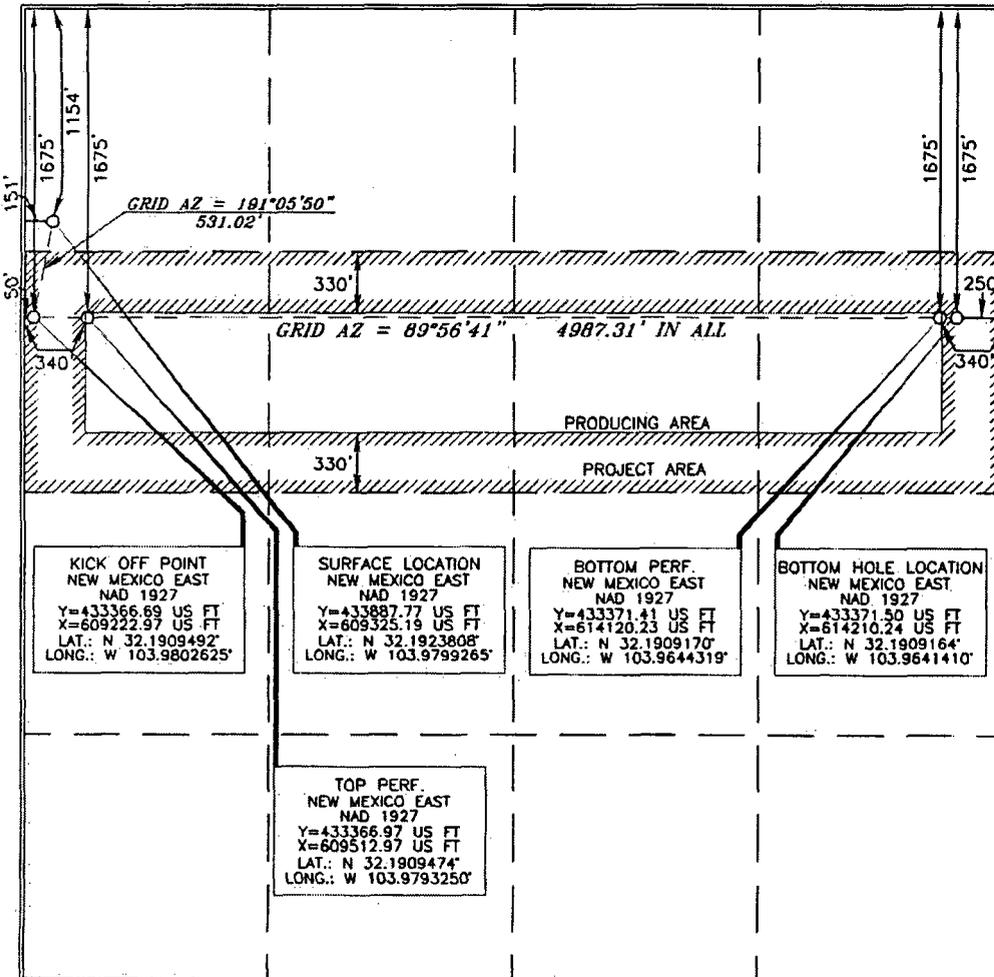
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	27	24 SOUTH	29 EAST, N.M.P.M.		1154'	NORTH	151'	WEST	EDDY

**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
H	27	24 SOUTH	29 EAST, N.M.P.M.		1675'	NORTH	250'	EAST	EDDY

Dedicated Acres	Joint or Infill	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 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.

Signature \_\_\_\_\_ Date \_\_\_\_\_

Printed Name \_\_\_\_\_

E-mail Address \_\_\_\_\_

**SURVEYOR CERTIFICATION**

I hereby certify that the well location 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.

DECEMBER 10, 2015

Date of Survey \_\_\_\_\_

Signature and Seal of Professional Surveyor \_\_\_\_\_

*Terry J. Ass...*  
Certificate Number 15079