

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin
Acting Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



October 13, 2016

ADMINISTRATIVE OFF-LEASE MEASUREMENT ORDER

**Administrative Order OLM-112
Application Reference No. pMAM1626532212**

OXY USA Inc.
Attention: Ms. Taylor Stillman

OXY USA Inc. (OGRID 16696) is hereby authorized to transport and measure oil and gas production off-lease, from the following wells which produce from Pierce Crossing; Bone Spring, East Pool (pool code 96473) in Eddy County, New Mexico:

Cedar Canyon 22 15 Fee Well No. 31 H (API No. 30-015-43809), Unit C, Section 22, Township 24 South, Range 29 East.

Cedar Canyon 22 15 Fee Well No. 32 H (API No. 30-015-43808), Unit C, Section 22, Township 24 South, Range 29 East.

The project area for these wells include the E/2 W/2 of Section 15, and NE/4 NW/4 of Section 22, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico.

The oil and gas production from this well shall be measured at, and sold from, Cedar Canyon 22 Satellite Central Tank Battery located in Unit I, Section 22, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico. All meters for the above-referenced well shall be physically separated from facilities for other wells, so that production from the above-referenced well will not be commingled prior to measurement with production from any other well.

Production from the subject wells shall be determined as follows:

The oil and gas production from these wells shall be separately metered using sales meters.

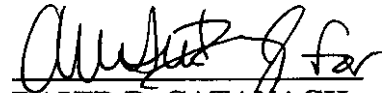
The surface commingling of oil and gas with production from other pools or leases is NOT authorized.

It is also understood that you have given due notice of this application to all working interest owners who are "affected persons," as defined in Division Rule 19.15.23.9 (A) NMAC.

OLM-112
OXY USA Inc.
October 13, 2016
Page 2 of 2

The operator shall notify the Artesia District Office of the Division before commencement of Off-Lease Measurement.

Done at Santa Fe, New Mexico, on October 13, 2016.



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division – Artesia