



# United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Pecos District  
Carlsbad Field Office  
620 E. Green  
Carlsbad, New Mexico 88220-6292  
www.blm.gov/nm



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2015 JUN 29 P 3:21

IN REPLY REFER TO:  
NM134707  
3105.2 (P0220)

Reference:  
Hackberry 6 Fed Com 4H  
T. 19 S., R. 31 E.,  
Section 6: Lot 3, SENW, NESW, SESW (E2W2)  
Eddy County, NM

JUN 24 2015

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

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM134707 involving 119.85 acres of Federal land in lease NM066437, and 40 acres of Federal land in lease NMLC065244A, Eddy County, New Mexico, which comprise a 159.85 acre well spacing unit.

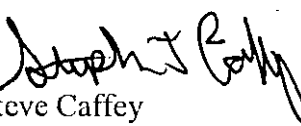
The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath Section 6: Lot 3, SENW, NESW, SESW (E2W2), T. 19 S., R. 31 E., NMPM, and is effective 10/1/14. Approval of this agreement does not warrant or certify that the operator, thereof, and other working interest owners hold legal or equitable title to the leases which are committed hereto.

Copies of this approval letter are being distributed to the appropriate Federal agencies. You are requested to furnish all interested parties with the appropriate evidence of this approval. Any production royalties that are due must be reported and paid according to regulations set up by the Office of Natural Resources Revenue at 1-800-525-9167 or 303-231-3504.

If you have any questions regarding this approval, please contact Edward G Fernandez, Petroleum Engineer at (575) 234-2220.

Please furnish all interested principals with appropriate evidence of this approval.

Sincerely,

  
Steve Caffey  
Asst. Field Manager,  
Lands and Minerals

1 Enclosure:  
1 - Communitization Agreement

cc:

ONRR, Denver (357B-1, Antoinette Contreras, Stacey Kaiser)

NM Taxation & Revenue Dept. (Revenue Processing Div.)

NMOCD

NM (9200)

NM (P0220-CFO, File Room)

Determination - Approval - Certification

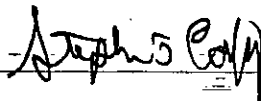
Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine that the Federal lease or leases as to the lands committed to the attached agreement cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located, and that consummation and approval of the agreement will be in the public interest. Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.
  
- B. Approve the attached Communitization Agreement covering Section 6: Lot 3, SENW, NESW, SESW (E2W2), T. 19 S., R. 31 E, NMPM, as to all producible hydrocarbons from the Bone Spring formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.

Approval also requires operator to submit copies of sundries or any other documentation regarding activity with this well to the Bureau of Land Management (BLM), Carlsbad Field Office pursuant to Item 9 of the approved Communitization Agreement.

- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the agreement.

Approved:



Authorized Officer

Effective: 10/1/14

Contract No.: Com. Agr. NM134707



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## BUREAU OF LAND MANAGEMENT

Carlsbad Field Office  
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Carlsbad, New Mexico 88220-6292  
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In Reply Refer to  
NM134707  
3107 (P0220)

### Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM134707

Date of Completion: 3/3/15  
Date of First Production: 3/10/15  
Field: Hackberry Bone Spring N  
Operator, Well Name & No, API Number: Oxy USA Inc; Hackberry 6 Fed Com 4H; 30-015-41248  
Surface Location: sec.6, T. 19 S., R. 31 E.  
Total Depth: 13,082 MD; 8,795 TVD  
Surface Elevation: 3,518GL  
Producing Formation: Bone Spring (9,032 – 12,932)  
Well Capable of Production in Paying Quantities: Yes  
Initial Daily Production: Oil 1,057 BBL; Gas 671 MCF; Water 1,158 BBL  
Current Status: Producing Oil Well  
Remarks: CA NM134707, effective 10/01/14, communitizes production of all gas and fluid hydrocarbons in the Bone Spring formation beneath sec. 6: Lot 3, SENW, NESW (E2W2), T. 19 S., R. 31 E., NMPM, and comprises 119.85 acres of Federal land in lease NM066437, and 40 acres of Federal land in lease NMLC065244A, for a 159.85 acre spacing unit, whose leases are held by actual production.

If you have any questions regarding this memorandum, please email Arthur Morrison at [ajmorrison@blm.gov](mailto:ajmorrison@blm.gov).

/S/ Arthur Morrison  
6/24/15

cc:  
ONRR-MS 63230B  
First Production File  
LLNM (P0220, File Room)  
NM