

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



September 12, 2013

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-383
Administrative Application Reference No. pPRG1323851664

OXY USA WTP LP
Attn: Ms. Jennifer Duarte

Pursuant to your application received on August 21, 2013, OXY USA WTP LP (OGRID 192463) is hereby authorized to surface commingle oil and gas production from the following pools located in Eddy County, New Mexico.

South Leo; Bone Spring (37920)
Benson; Bone Spring (5200)

and from the following diversely owned wells located on federal leases in said county:

Misty 35 Federal Com. Well No. 4H
API No. 30-015-41416
Unit I
Section 35-18S-30E

Misty 35 Federal Com. Well No. 3H
API No. 30-015-41413
Unit P
Section 35-18S-30E

Ivove 35 Federal Com. Well No. 2H
API No. 30-015-41409
Unit H
Section 35-18S-30E

Ivove 35 Federal Com. Well No. 3H
API No. 30-015-41410
Unit A
Section 35-18S-30E

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The Misty wells will produce only from South Leo Bone Spring Pool. The Ivore wells will produce only from the Benson Bone Spring. No downhole commingling is authorized.

The commingled oil production shall be measured and sold at the Misty 35 Federal Com. No. 4H Battery in Unit I of Section 35-18S-30E, Eddy County. Gas production shall be measured and sold at a delivery point approximately 4.5 miles from the central tank battery.

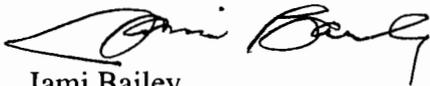
Oil and gas production from all wells shall each be separately metered. ALLOCATION BASED ON WELL TESTS IN NOT AUTHORIZED. Meters shall be calibrated in accordance with Rule 19.15.12.10.C(2)(b) NMAC.

The operator shall notify the transporter of this commingling authority.

The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

This approval is subject to like approval from the United States Bureau of Land Management before commencement of the commingling operations.

Sincerely,



Jami Bailey
Division Director

JB/db

cc: Oil Conservation Division District Office – Hobbs
United States Bureau of Land Management.