DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT CASE RECORDATION (MASS) Serial Register Page

Case File Juris: CARLSBAD FIELD OFFICE

Run Date/Time: 7/21/2020 9:59 AM

Page 1 Of 2

01 02-25-1920;041STAT0437;30USC181

Case Type 318310: O&G COMMUNITZATION AGRMT

Commodity 410: NATURAL GAS

Case Disposition: AUTHORIZED

Total Acres:

Serial Number

120.000

NMNM 132437

Serial Number: NMNM-- 132437

Name & Address				·	Int Rel	% Interest
BLM CARLSBAD FO	620 E GREENE ST	CARLSBAD	NM	88220	OFFICE OF RECORD	0.000000000
OXY USA INC	PO BOX 27570	HOUSTON	TX	772277570	OPERATOR	100.000000000

Serial Number: NMNM-- 132437 **Suff Subdivision** Mer Twp Rng Sec SType Nr District/ Field Office County Mgmt Agency 0240S 0290E S2SE: **CARLSBAD FIELD OFFICE** 021 ALIQ **EDDY** BUREAU OF LAND MGMT 0240S 0290E 022 ALIQ SWSW; CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT

Serial Number: NMNM-- 132437 Relinquished/Withdrawn Lands

Serial Number: NMNM-- 132437

Act Date	Act Co	de Action Txt	Action Remarks	Pending Off	
01/01/2007	387	CASE ESTABLISHED	30-015-35186		
01/01/2007	516	FORMATION	BONE SPRING		
01/01/2007	525	ACRES-NONFEDERAL	80; 66.6667%		
01/01/2007	526	ACRES-FED INT 100%	40; 33.3333%		
01/01/2007	643	PRODUCTION DETERMINATION	ION		
01/01/2007	654	AGRMT PRODUCING			
01/01/2007	868	EFFECTIVE DATE			
04/17/2014	658	MEMO OF 1ST PROD-ACTUA	L		

Line Number	Rema	rk Text			Serial Number:	NMNM	132437
0001	RECA	PITULATION EFFECT	FIVE 01/01/2007				
0002	TR#	LEASE SERIAL#	AC COMMITTED	%INTEREST			
0003	1	NM13996	40.000000	33.333333			
0004	2	FEE	80.000000	66.666667			
0005	TOTA	L	120.000000	100.0000			

United States Department of the Interior



BUREAU OF LAND MANAGEMENT



Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 www.nm.blm.gov

In Reply Refer to NM136579 3107 (P0220)

Memorandum

To:

State Director (9210)

From: Land Law Examiner (P0220)

Subject:

First Production, Communitization Agreement NM136579

Date of Completion:

11/24/2016

Date of First Production:

11/29/2016

Field:

Corral Draw

Operator, Well Name & No, API Number:

Oxy USA Inc.; Cedar Canyon 22 Fed Com 6Y; 30-

015-43906

Surface Location:

SWSW, sec. 22, T. 24 S., R. 29 E.

Bottom Location:

SESE, sec. 22, T. 24 S., R. 29 E.

Total Depth:

13,045 MD; 8,850 TVD

Surface Elevation:

2,939 GL

Producing Formation:

Bone Spring (8,610 - 13,196)

Well Capable of Production in Paying Quantities:

Yes

Initial Daily Production:

Oil 515 BBL; Gas 1409 MCF; Water 1562 BBL

Current Status:

Producing Oil Well

Remarks: CA NM136579, effective 09/09/2016, communitizes production of all gas and fluid hydrocarbons in the Bone Spring formation beneath sec. 22: S2S2, T. 24 S., R. 29 E., NMPM, and comprises 40 acres of Federal land in lease NMNM13996 and 120 acres of Fee land for a 160 acre spacing unit, whose leases are held by actual production.

If you have any questions regarding this memorandum, please call Deborah Ham at (575) 234-5965.

> /S/ Deborah Ham 12/19/2016

cc:

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

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 the S2S2 of sec. 22, T. 24 S., R. 29 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: 12/19/2016

Cody R. Layton

Assistant Field Manager, Lands and Minerals

Effective: 09/09/2016

Contract No.: Com. Agr. NM136579

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

Sincerely.

Cody R. Layton
Assistant Field Manager,
Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver (357B-1, Antoinette Contreraz, Stacey Kaiser)
NM Taxation & Revenue Dept. (Revenue Processing Div.)
NMOCD
NM (9200)
NM (P0220-CFO, File Room)



United States Department of the Interior

TAKE PRIDE INAMERICA

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

IN REPLY REFER TO: NM136579 3105.2 (P0220)

12/19/2016

Reference:

Communitization Agreement Cedar Canyon 22 Fed Com 6Y T. 24 S., R. 29 E., Sec. 22: S2S2 Eddy County, NM

OXY USA INC. P.O. Box 4294 Houston, TX 77210-4294

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM136579 involving 40 acres of Federal land in lease NMNM13996 and 120 acres of Fee land, Eddy County, New Mexico, which comprise a 160 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath the S2S2 of sec. 22, T. 24 S., R. 29 E., NMPM, and is effective 09/09/2016. 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.

Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state or local government interests is accurate.

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 Chris Walls, Petroleum Engineer at (575) 234-2234 or Deborah Ham at (575) 234-5965.

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT CASE RECORDATION

Run Date/Time: 7/21/2020 10:35 AM

(MASS) Serial Register Page

Serial Number

Page 1 Of 2

01 02-25-1920;041STAT0437;30USC181

Case Type 318310: O&G COMMUNITZATION AGRMT

Total Acres: 160.000

NMNM 136579

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Case File Juris: CARLSBAD FIELD OFFICE

				Serial Number: Ni	VINM 136579
Name & Address		· · · · · · · · · · · · · · · · · · ·		Int Rel	% Interest
OXY USA INC	PO BOX 4294	HOUSTON	TX 77210429	4 OPERATOR	100.000000000
BLM CARLSBAD FO	620 E GREENE ST	CARLSBAD	NM 88220	OFFICE OF RECORD	0.000000000

Serial Number: NMNM-- 136579 Mer Twp Rng Sec SType **Suff Subdivision District/ Field Office** County Mgmt Agency BUREAU OF LAND MGMT 23 0240S 0290E 022 ALIQ S2S2: CARLSBAD FIELD OFFICE **EDDY**

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 136579

Serial Number: NMNM-- 136579

Act Date	Act Co	de Action Txt	Action Remarks	Pending Off
09/09/2016	387	CASE ESTABLISHED		
09/09/2016	516	FORMATION	BONE SPRING	
09/09/2016	525	ACRES-NONFEDERAL	120;75%	
09/09/2016	526	ACRES-FED INT 100%	40;25%	
09/09/2016	868	EFFECTIVE DATE	/A/	
11/29/2016	654	AGRMT PRODUCING	/1/	
11/29/2016	658	MEMO OF 1ST PROD-ACTUAL	/1/30-015-43906	
12/19/2016	334	AGRMT APPROVED		
12/19/2016	643	PRODUCTION DETERMINATION	/1/	

Line Number	Rema	ark Text			Serial Number: NMNM 136	579
0001	/A/	RECAPITULATION EFFEC	CTIVE 09/09/2016			
0002	TR#	LEASE SERIAL NO	AC COMMITTED	% INTEREST		
0003	1	NMNM 13996	40.00	25.00		
0004	2	FEE	120.00	75.00		
0005		TOTAL	L 160.00	100.00		