

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 _____

Handwritten notes:
 - ~~PLC~~ 1296
 - OXY 454 WTP
 Limited Partnership
 192463

Handwritten notes:
 Well
 - Anderson 35424
 30-025-41498
 - Anderson 35437
 30-025-41780

[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

Handwritten notes:
 - Anderson 35454
 30-025-42123
 Pool
 - Bilbrey, Delaware
 5688
 - Red Tank,
 Bone Springs
 51683

[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
 Print or Type Name

Taylor Stillman
 Signature

PRODUCTION ENGINEER
 Title

04/27/2016
 Date

TAYLOR_STILLMAN@OXY.COM
 e-mail Address

APPLICATION FOR CENTRAL TANK BATTERY, POOL COMMINGLE, OFF-LEASE GAS MEASUREMENT & SALES

Commingling proposal for Anderson 35 CTB:

OXY USA WTP LIMITED PARTNERSHIP requests approval for the Central Tank Battery, Pool Commingling, Off-lease Gas Measurement, Sales & Storage for the following wells located on fee property.

POOL: Brillbey; Delaware (5698)

| Well Name | API | BOPD | OIL GRAVITY | MCFPD | BTU | Location (Lot/Sect/Township/Range) |
|----------------|--------------|------|-------------|-------|------|------------------------------------|
| ANDERSON 35 2H | 30-025-41498 | 49 | 42.2 | 160 | 1200 | M-35-21S-32E |

POOL: Red Tank; Bone Spring (51683)

| Well Name | API | BOPD | OIL GRAVITY | MCFPD | BTU | Location (Lot/Sect/Township/Range) |
|----------------|--------------|------|-------------|-------|------|------------------------------------|
| ANDERSON 35 3H | 30-025-41780 | 51 | 42.2 | 71 | 1200 | L-35-21S-32E |
| ANDERSON 35 5H | 30-025-42123 | 75 | 42.2 | 363 | 1200 | M-35-21S-32E |

Maps showing lease information as well as flowline routing are attached.

Oil & Gas metering:

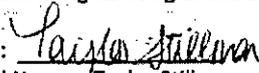
The Anderson 35 Central Tank Battery is located on fee property. Production from each well is allocated by well test using a three phase test separator with outlet meters for gas (T1437903), oil (59827) and water (50834). The oil production is commingled, measured and sold on lease using a LACT Unit at the Central Tank Battery. Produced water flows to either the Red Tank 28-3 or NBR #1 Salt Water Disposal well. Gas is routed off lease and sold through DCP meter #13135397, located at latitude 32.389530° and longitude -103.608070° after it is measured by Oxy check meter T143795803 prior to leaving the lease. The oil and gas meters will be calibrated on a regular basis per API and NMOCD specifications. The OCD will be notified of any future modifications to the facility.

Process and Flow Descriptions:

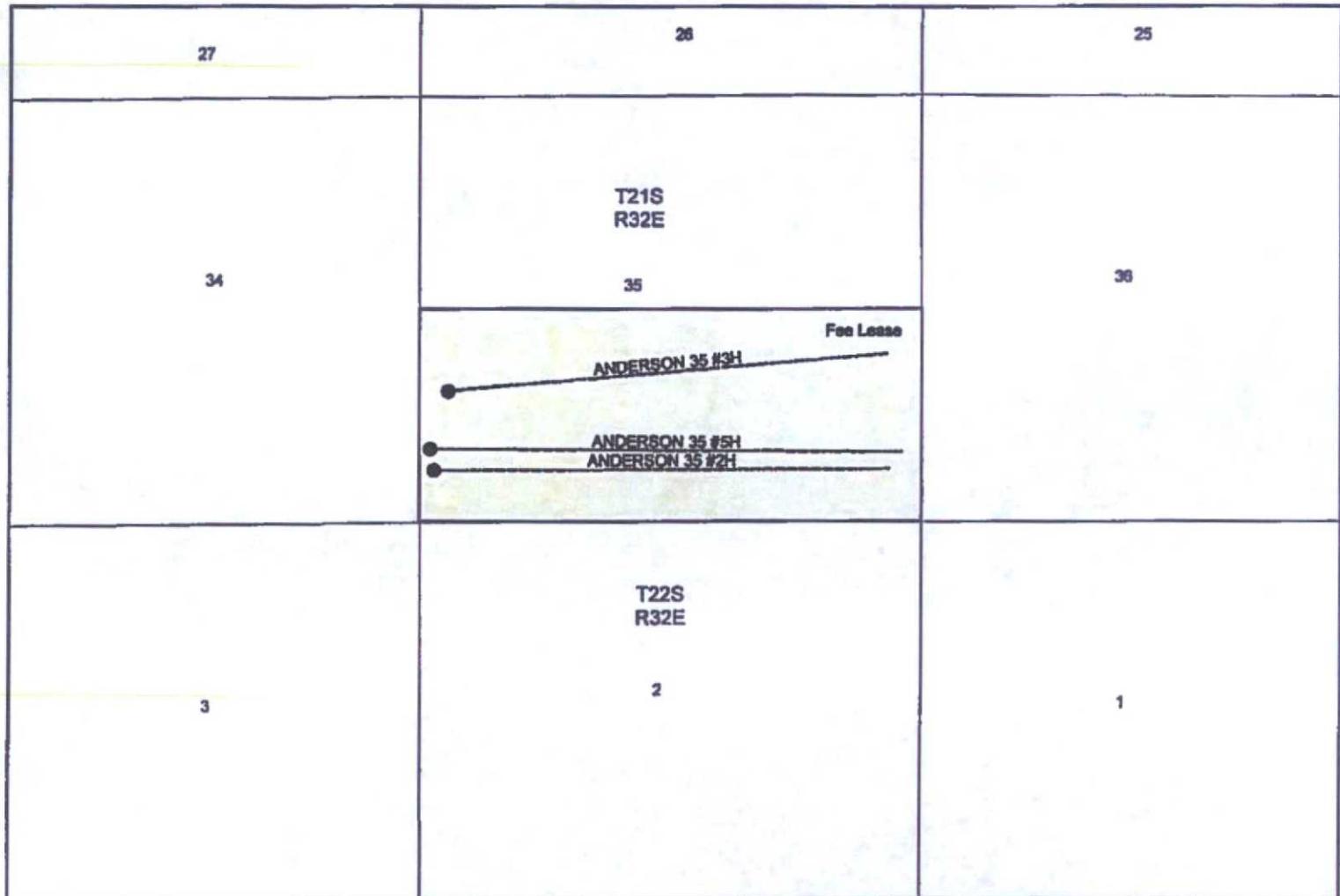
The flow of production is shown in detail on the enclosed facility diagram.

The commingling of production is in the interest of conservation and will result in the most effective economic means of producing the reserves in place from the affected wells and will not result in reduced royalty or improper measurement of production. The proposed commingling will reduce operating expenses as well as reduce the surface facility footprint and overall emissions.

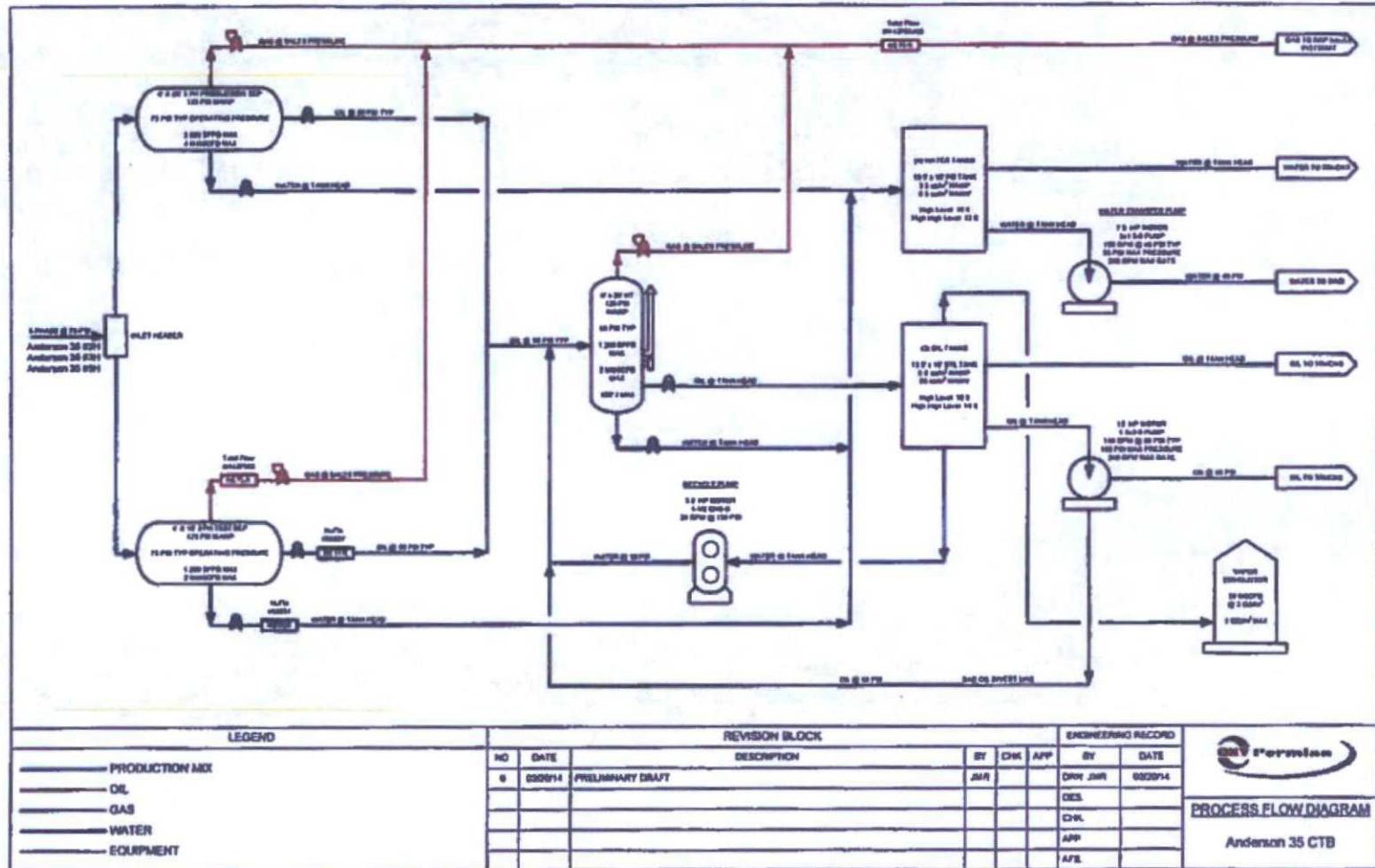
OXY USA WTP LIMITED PARTNERSHIP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

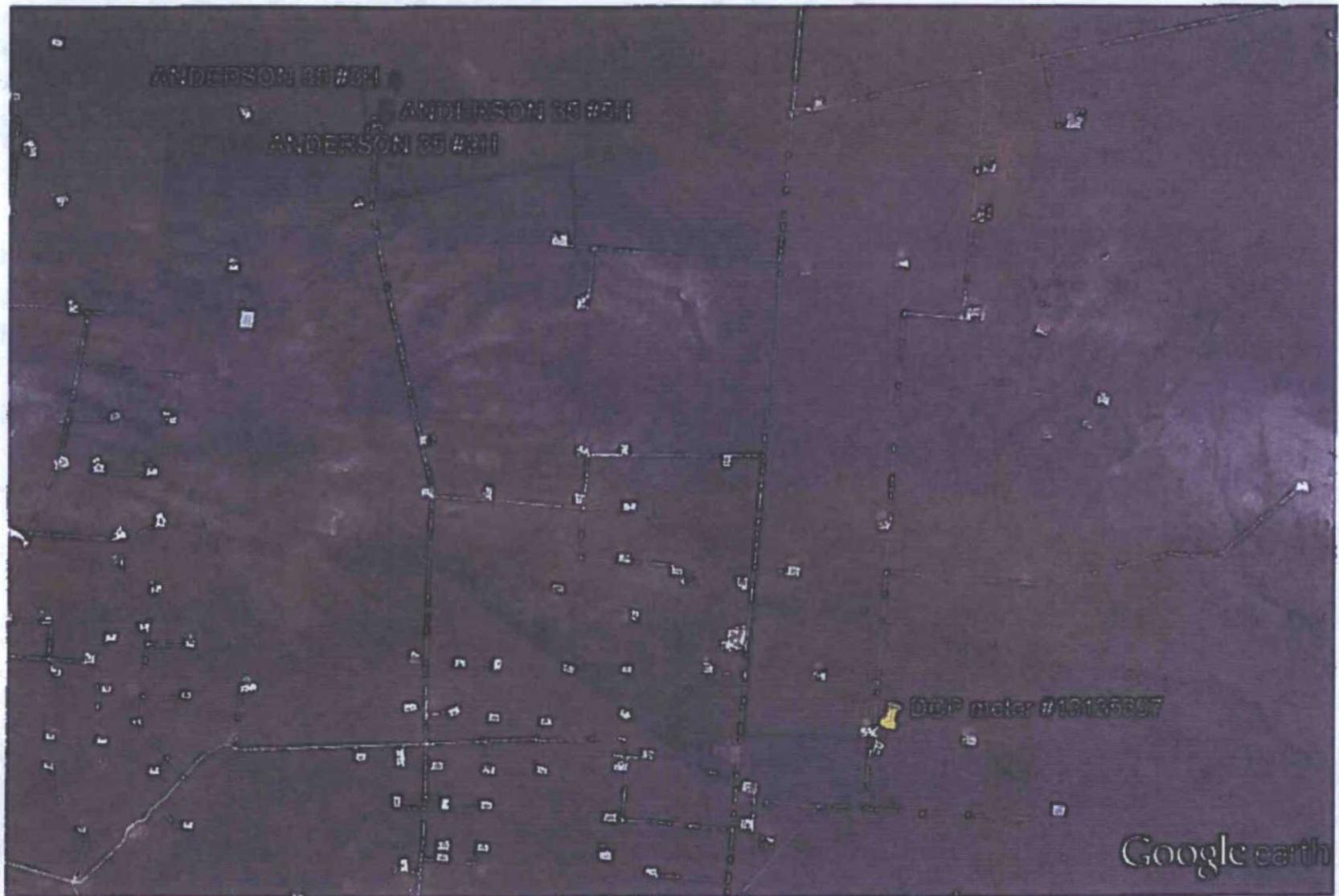
Signed:  Date: 04/27/2016
Printed Name: Taylor Stillman

Township 21 South, Range 32 East
Lea County, New Mexico



Legend
----- Lateral
● Well





Google Earth Pro

miles
km





OXY USA WTP Limited Partnership
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046
P.O. Box 4294, Houston, Texas 77210-4294
Direct: 713.366.5405 Fax: 713.985.8923
Laura_Drum@oxy.com

March 9, 2016

Re: **Commingle Application For:**

Anderson 35 #2H
Sec 35, T21S-R32E
S2S2 (M-P);
Brilbrey; Delaware

Anderson 35 #3H
Sec 35, T21S-R32E
N2S2 (L-I);
Red Tank; Bone Spring

Anderson 35 #5H
Sec 35, T21S-R32E
S2S2 (M-P);
Red Tank; Bone Spring

To Whom It May Concern:

OXY USA WTP Limited Partnership, as Operator, will be filing an application with the New Mexico Oil Conservation Division for approval of the above mentioned commingle project. This letter serves to notice you that the operator and interest owners are identical as to the S/2 of Section 35, Township 21 South, Range 32 East, for all depths; therefore there are no operators and/or owners to notice.

Very Truly Yours,

OXY USA WTP Limited Partnership

Laura Drum
Landman

Anderson 35 Production Information

Anderson 35 #2H 30-025-41498

| Cumulative Oil | 6317 | bbls | |
|----------------|------------|-----------|--------------|
| | Oil (bbls) | Gas (mcf) | Water (bbls) |
| Aug | 1993 | 1529 | 47736 |
| Sep | 1469 | 2034 | 44116 |
| Oct | 1483 | 1885 | 39284 |
| Nov | 1142 | 1579 | 38370 |
| Dec | 230 | 273 | 4196 |
| Jan | 0 | 0 | 0 |

Anderson 35 #3H 30-025-41780

| Cumulative Oil | 9777 | bbls | |
|----------------|------------|-----------|--------------|
| | Oil (bbls) | Gas (mcf) | Water (bbls) |
| Aug | 1959 | 3120 | 8004 |
| Sep | 1271 | 2618 | 6545 |
| Oct | 2062 | 4272 | 5653 |
| Nov | 1656 | 1850 | 4020 |
| Dec | 1475 | 1442 | 2849 |
| Jan | 1354 | 775 | 7182 |

Anderson 35 #5H 30-025-42123

| Cumulative Oil | 8582 | bbls | |
|----------------|------------|-----------|--------------|
| | Oil (bbls) | Gas (mcf) | Water (bbls) |
| Aug | 2625 | 4116 | 13632 |
| Sep | 2208 | 4631 | 9594 |
| Oct | 437 | 363 | 1284 |
| Nov | 0 | 0 | 0 |
| Dec | 884 | 898 | 2118 |
| Jan | 2428 | 1995 | 16814 |

District I
 1023 N. Foothill Dr., Hobbs, NM 88240
 Phone: (505) 310-4141 Fax: (505) 310-0700
 District II
 811 E. First St., Artesia, NM 88210
 Phone: (505) 749-1243 Fax: (505) 749-8720
 District III
 1020 E. Avenue Road, Aztec, NM 87418
 Phone: (505) 334-4170 Fax: (505) 334-4170
 District IV
 1220 E. St. Francis Dr., Santa Fe, NM 87502
 Phone: (505) 476-3440 Fax: (505) 476-3442

State of New Mexico
 Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
 1220 South St. François Dr.
 Santa Fe, NM 87505

Form C-102
 Revised August 1, 2011
 Submit one copy to appropriate
 District Office

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 FEB 11 2015

AMENDED REPORT
 (As Drilled)

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|--------------------------------------------------|---------------------------------|
| API Number 30-025-41498 | Pool Code 51663 9018 | Pool Name Billbreay Delaware |
| Property Code 40722 | Property Name ANDERSON "35" | Well Number 2H |
| OCRID No. 192463 | Operator Name OXY USA WTP Limited Partnership | Elevation 3687.9' |

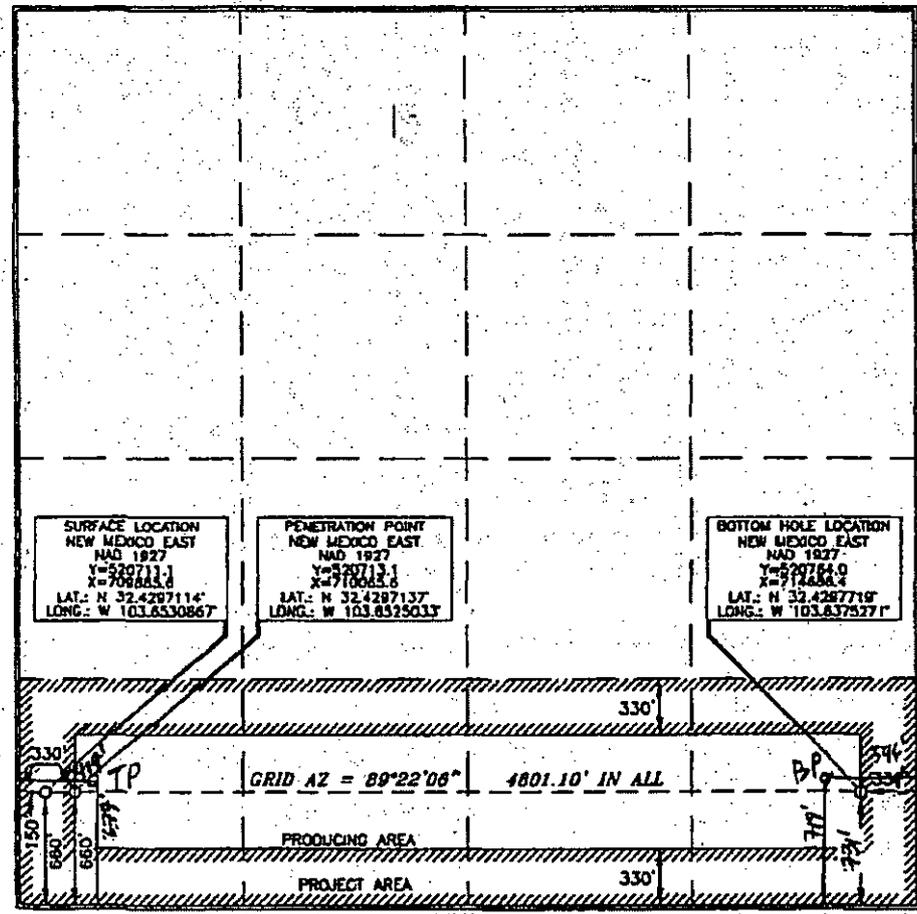
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| M | 35 | 21 SOUTH | 32 EAST, N.M.P.M. | | 680' | SOUTH | 150' | WEST | LEA |

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 |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| P | 35 | 21 SOUTH | 32 EAST, N.M.P.M. | | 680' 231' | SOUTH | 230' 221' | EAST | LEA |

| | | | |
|-----------------|-----------------|--------------------|----------------------------------------------------------------------|
| Dedicated Acres | Joint or Infill | Consolidation Code | Order No |
| | | | TD = 731 FSL 331 FEL BP = 719 FSL 516 FEL TP = 632 FSL 417 FSL |

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 an undivided mineral interest in the land including the proposed location 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 as a voluntary pooling agreement or a compulsory pooling order authorized by the division.

David Stewart 11/6/13
 Signature Date
 David Stewart SRP, ALU.
 Principal Agent
 david.stewart@oxy.com
 Email Address

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from the data of the original survey made by another qualified surveyor and that the same is true and correct to the best of my belief.

JERRY JASE
 15079
 MARCH 21, 2013
 Date of Survey
 Signature and Seal of Professional Surveyor
Jerry J. Jase 6/12/2013
 Certificate Number 15079
 WOP 130321W-0 (N)

FEB 24 2015

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (505) 335-4161 Fax: (505) 373-8720

District II
817 S. First St., Arroyo, NM 88210
Phone: (505) 348-1283 Fax: (505) 348-8720

District III
1520 E. Banner Road, Aztec, NM 87410
Phone: (505) 334-4170 Fax: (505) 334-4170

District IV
1220 E. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3469 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

HOBBS OCD
Revised August 1, 2011
Submit one copy to appropriate District Office

RECEIVED
 AMENDED REPORT
As Drilled

WELL LOCATION AND ACRAGE DEDICATION PLAT

| | | |
|----------------------------|---------------------------------|------------------------------------|
| API Number 30-025-41780 | Pool Code 51683 | Pool Name Red Tank Bone Springs |
| Property Code 40222 | Property Name ANDERSON "35" | Well Number 3H |
| OGRID No. 192463 | Operator Name OXY USA WTP LP | Elevation 3678.1' |

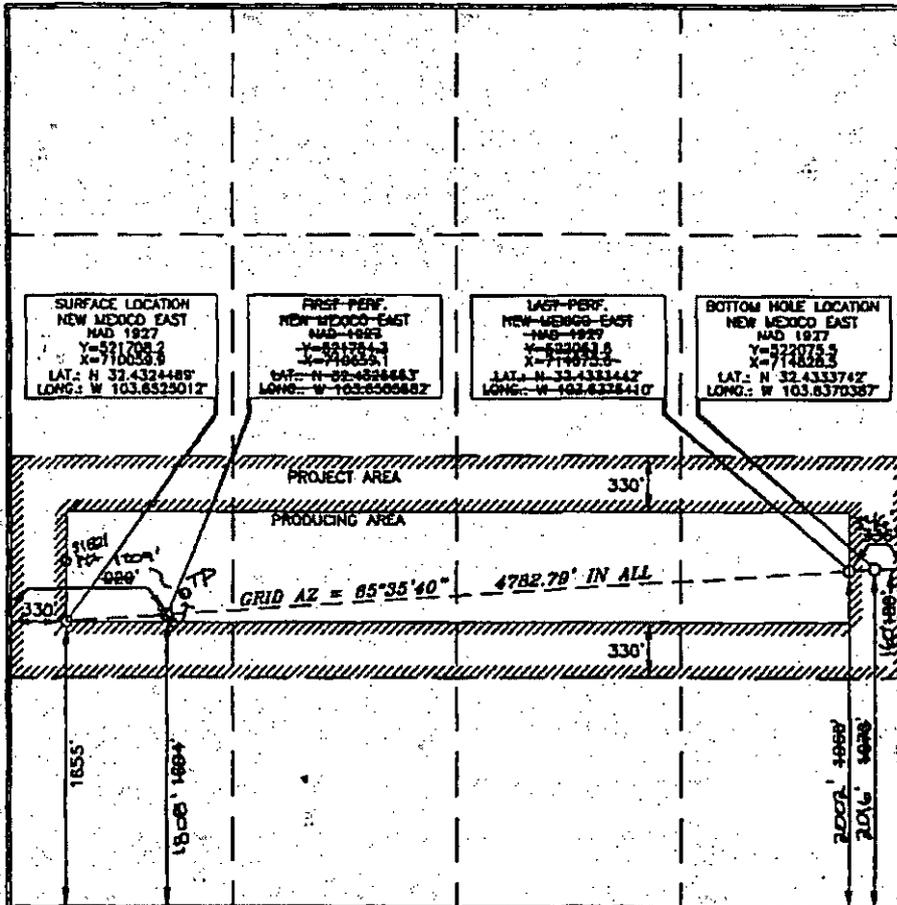
Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| L | 35 | 21 SOUTH | 32 EAST, N.M.P.M. | | 1655' | SOUTH | 330' | WEST | LEA |

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 |
|------------------------|----------------------|--------------------|----------------------------------------------------------------------------------|---------|---------------|------------------|---------------|----------------|--------|
| I | 35 | 21 SOUTH | 32 EAST, N.M.P.M. | | 1870' 2016 | SOUTH | 180' 160 | EAST | LEA |
| Dedicated Acres 160 | Joint or Infill N | Consolidation Code | Order No. Top Perf - 1808 FSL 1009 FWL (L) Bottom Perf - 2002 FSL 346 FEL (I) | | | | | | |

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 mineral interest in the land including the proposed bottom hole location or has a right to drill this well on the 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 executed by the Division.

Signature: *David Stewart* 4/10/14
Name: David Stewart Sr. Reg. Adv.
E-mail Address: david.stewart@o-oil.com

SURVEYOR CERTIFICATION

I hereby certify that this well location shown on this plat was plotted from the most recent survey made by me or under my supervision and that the same is true and correct to the best of my belief.

Date of Survey: DECEMBER 18, 2013
Signature and Seal of Professional Surveyor: *Jerry J. Adams*

Signature: *Jerry J. Adams* 4/10/2014
Certificate Number: 15079

WOM 130321WL-d (Rev. B) (04)

DEC 23 2014

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-4141 Fax: (575) 393-4720
District II
111 E. First St., Artesia, NM 82210
Phone: (575) 748-1281 Fax: (575) 748-8728
District III
1000 Rio Grande Blvd., Aztec, NM 87418
Phone: (505) 334-4178 Fax: (505) 334-4179
District IV
1237 E. St. Francis Dr., Grant Co. NM 87801
Phone: (505) 478-3480 Fax: (505) 478-3482

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

MAR 23 2015

AMENDED REPORT
(As Drilled)

RECEIVED

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|---------------------------------|------------------------------------|
| API Number 30-025-42123 | Pool Code 51683 | Pool Name Red Tank Bone Springs |
| Property Code 40222 | Property Name ANDERSON "35" | Well Number 5H |
| OGRID No. 192463 | Operator Name OXY USA WTP LP | Elevation 3685.1' |

Surface Location

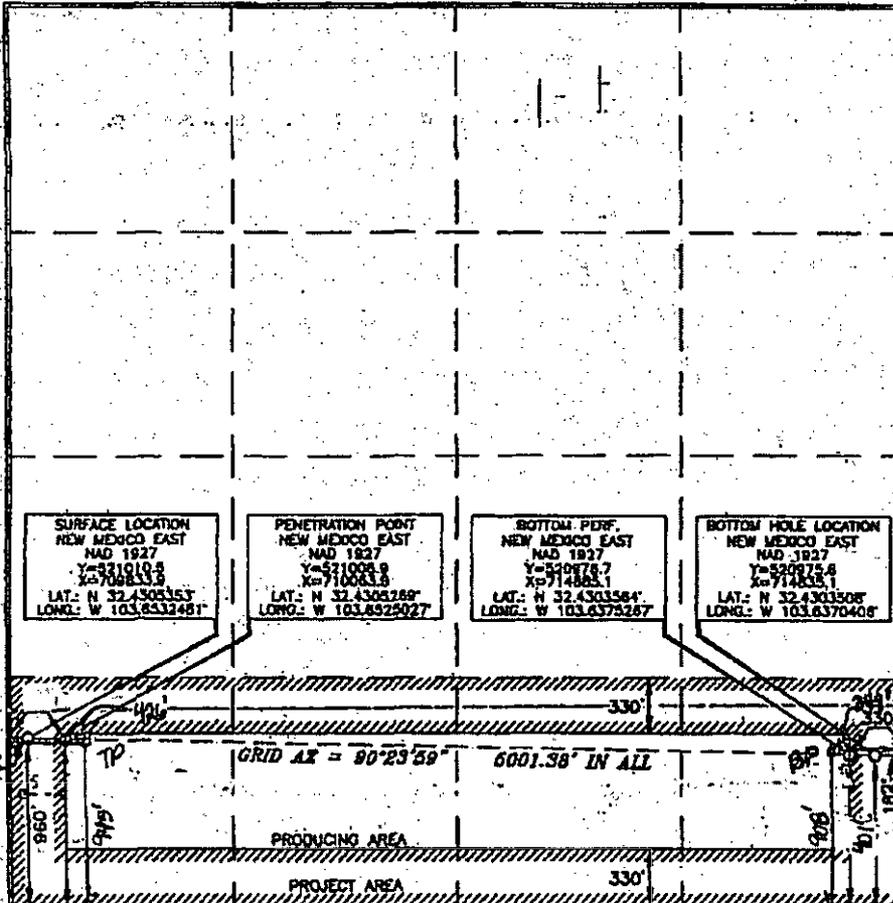
| UL of lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| M | 35 | 21 SOUTH | 32 EAST, N.M.P.M. | | 980' | SOUTH | 100' | WEST | LEA |

Bottom Hole Location If Different From Surface

| UL of lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------------------|---------|---------------|------------------|---------------|----------------|--------|
| P | 35 | 21 SOUTH | 32 EAST, N.M.P.M. | | 879' | SOUTH | 182' | EAST | LEA |

| | | | |
|------------------------|----------------------|--------------------|--------------------------------------------------------------------------------------|
| Dedicated Acres 160 | Joint or Infill N | Consolidation Code | Order No. TD- 901' FSL 192' FEL BP- 909' FSL 249' FEL TP- 945' FSL 426' FWL |
|------------------------|----------------------|--------------------|--------------------------------------------------------------------------------------|

No allowance will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



| | | | |
|--------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------|
| SURFACE LOCATION NEW MEXICO EAST NAD 1927 Y=531819.8 X=714883.8 LAT: N 32.4305153 LONG: W 103.6332481 | PENETRATION POINT NEW MEXICO EAST NAD 1927 Y=531002.9 X=714883.8 LAT: N 32.4304269 LONG: W 103.6328027 | BOTTOM PERF. NEW MEXICO EAST NAD 1927 Y=530778.7 X=714883.1 LAT: N 32.4303564 LONG: W 103.6373267 | BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1927 Y=529723.4 X=714883.1 LAT: N 32.4301308 LONG: W 103.6370408 |
|--------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------|

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and accurate to the best of my knowledge and belief, and that the registration of this plat is a working interest or a mineral interest known to the land including the proposed mineral hole location or has a right to drill the well on the location proposed in a separate well on each a mineral or working interest, or in a regulatory pending application or a regulatory pending order as required by the statute.

David Stewart 9/16/14
Signature Date
David Stewart Sr. Pres. Adv.
david.stewart@oxy.com
E-MAIL ADDRESS

SURVEYOR CERTIFICATION

I hereby certify that the information shown on this plat was prepared by me or under my direct supervision and that the same is correct and true to the best of my belief.

Date of Survey: MAY 2014
Signature and Seal of Professional Surveyor
Jerry J. Paul 5/13/2014
Certification Number: 15079
NEM 140503W1-0 (REV)
MAR 8 11 2015

McMillan, Michael, EMNRD

From: Taylor_Stillman@oxy.com
Sent: Friday, May 06, 2016 7:29 AM
To: McMillan, Michael, EMNRD
Cc: Yolanda_Perez@oxy.com
Subject: RE: Anderson 35 Pool Commingle

Good morning Michael,

We have confirmed that Oxy is the only WI owner.
Please let me know if there are any additional questions.

Respectfully,
Taylor

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]
Sent: Thursday, May 05, 2016 4:29 PM
To: Stillman, Taylor L <Taylor_Stillman@oxy.com>
Cc: Perez, Yolanda <Yolanda_Perez@oxy.com>
Subject: RE: Anderson 35 Pool Commingle

Is oxy the only working interest owner?

From: Taylor_Stillman@oxy.com [mailto:Taylor_Stillman@oxy.com]
Sent: Thursday, May 05, 2016 12:46 PM
To: McMillan, Michael, EMNRD
Cc: Yolanda_Perez@oxy.com
Subject: Anderson 35 Pool Commingle

Good afternoon Michael,

The Oxy USA WTP Limited Partnership application for the Anderson 35 pool commingle of the Brillbey; Delaware and Red Tank; Bone Spring pools is attached. The hard copy is on route to your office.

Please let me know if there are any questions or concerns and thank you for your help.

Respectfully,
Taylor Stillman
Production Engineer | Permian Resources Regulatory | Occidental Oil and Gas | 713.366.5945