

9/20/2016 DATE IN	SUSPENSE	man ENGINEER	9/21/2016 LOGGED IN	OLM TYPE	DMA416 26332792 APP NO.
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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 _____

-OLM 109
 -OXY 45A, Inc
 16696

Wet
 -cedar Canyon
 27 Fed Comm # 54
 30-015-43775

[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

Pool
 -Picnic Crossing
 Bone Spring, East
 96473

[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 of Type Name

Production Engineer see C-103
 Signature

Title

Date

e-mail Address

PMAM1626532792

Submit 1 Copy To Appropriate District Office

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised July 18, 2013

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-43775
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator OXY USA INC		6. State Oil & Gas Lease No.
3. Address of Operator 5 GREENWAY PLAZA SUITE 110 HOUSTON, TX 77046		7. Lease Name or Unit Agreement Name CEDAR CANYON 27 FED COM
4. Well Location Unit Letter _____ : 1154 feet from the NORTH line and 151 feet from the WEST line Section 27 Township 24S Range 29E NMPM County EDDY		8. Well Number 5H
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 10696
		10. Pool name or Wildcat PIERCE CROSSING; BONE SPRING, E

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: OFF-LEASE MEASUREMENT <input checked="" type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>	
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Oxy USA Inc requests approval for the Off-lease Measurement, Storage & Sales for the Cedar Canyon 27 Fed Com 5H.

Oxy proposes to meter production from Cedar Canyon 27 Fed Com 5H through a three phase separator, located at the Cedar Canyon 22 Satellite Facility in Section 22 T24S R29E.

After separation, gas will flow through an orifice meter (S/N T151222204), which will serve as the gas custody transfer point. Oil will flow through a turbine meter into a dedicated 1000 bbl oil tank and then through a Coriolis meter. The Coriolis meter (S/N 14258900) will serve as the oil custody transfer point.

Royalty payments for oil and gas production will be paid off of the custody transfer meters. Meters will be proved and calibrated according to current API, NMOCD and BLM standards.

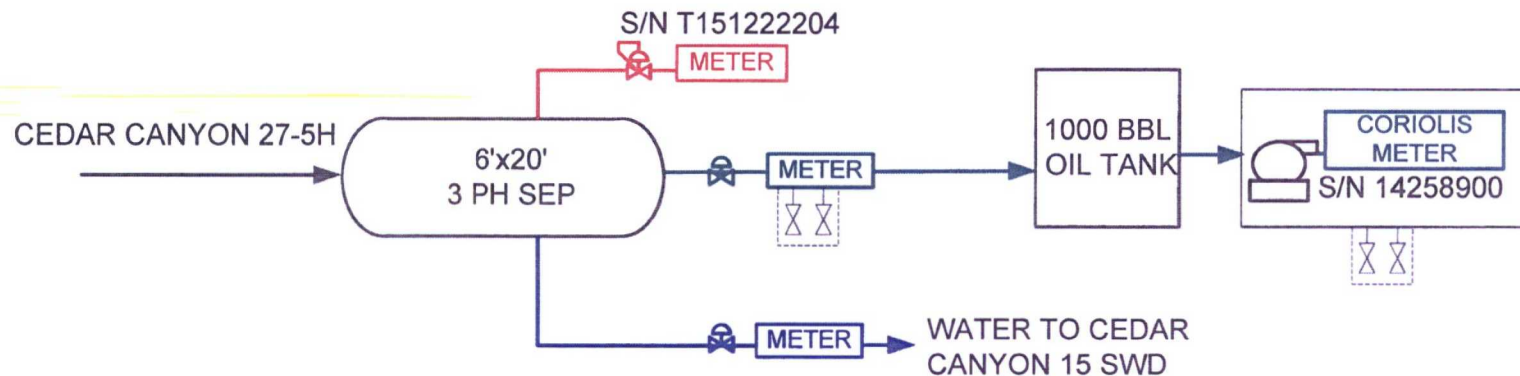
The flow of production is shown in detail on the enclosed facility diagram.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Taylor Stillman TITLE: PRODUCTION ENGINEER DATE: 09/19/2016

Type or print name TAYLOR STILLMAN E-mail address: TAYLOR_STILLMAN@OXY.COM PHONE: (713) 366-5945
For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____
 Conditions of Approval (if any): _____



CEDAR CANYON
22 SATELLITE
S22 T24S R29E

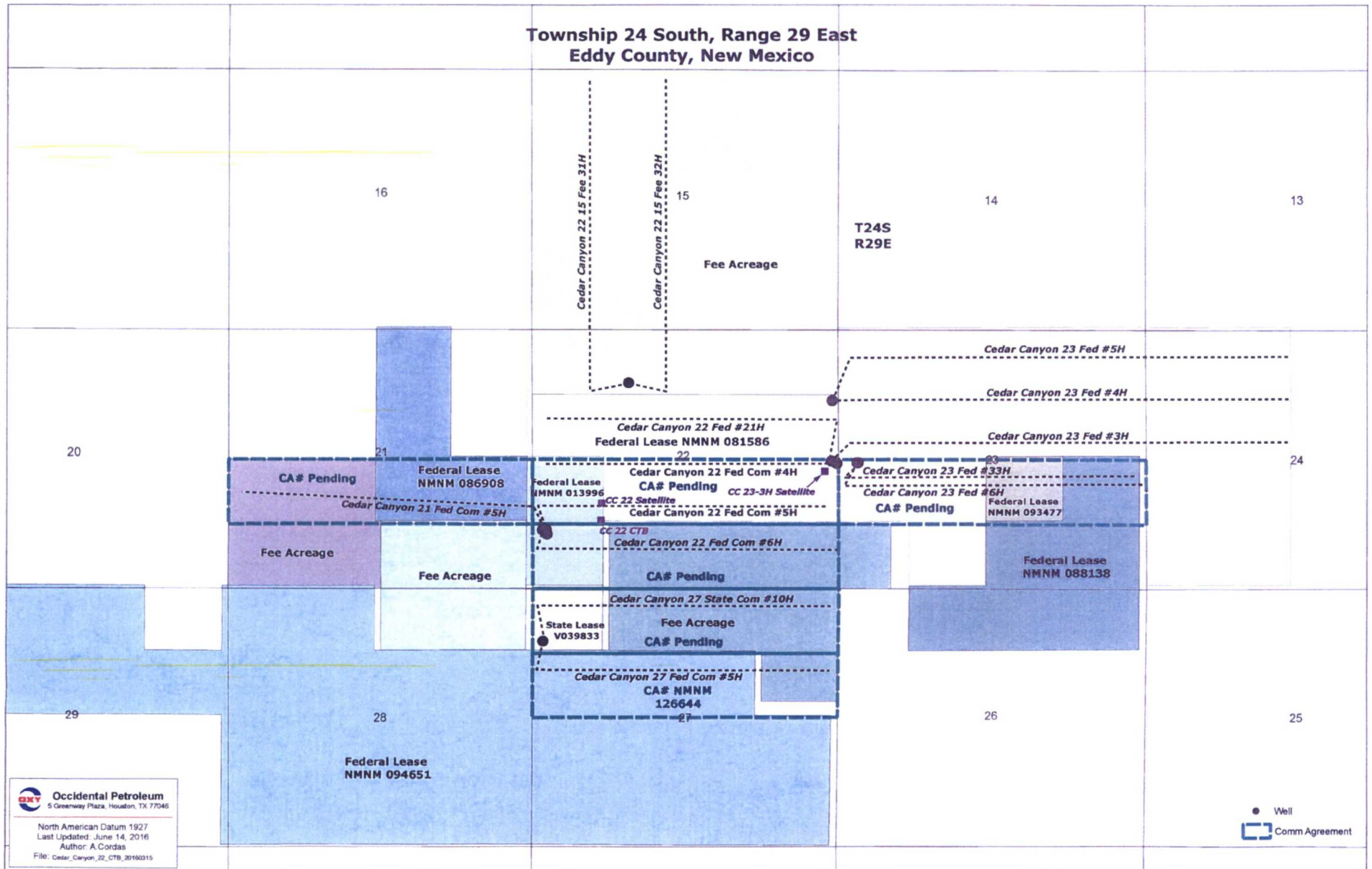
REVISION BLOCK				
NO.	DATE	DESCRIPTION	BY	
0		PRELIMINARY DRAFT	KAO	
1		REVISION	JC	
2		OFF LEASE MEASUREMENT APPLICATION	TS	

— PRODUCTION MIX
 — OIL
 — GAS
 — WATER
 — EQUIPMENT

OXY Permian

PROCESS FLOW DIAGRAM
CEDAR CANYON 27-5H

**Township 24 South, Range 29 East
Eddy County, New Mexico**





OXY USA Inc.
Box 27570, Houston, TX 77227-7570

Jeremy D. Murphrey, CPL
Land Negotiator Sr.

Phone (713) 350-4816
Fax (713) 985-4942
Jeremy_Murphrey@oxy.com

September 21, 2016

RE: Off-Lease Measurement Application:
Cedar Canyon 22 Satellite

To Whom It May Concern:

OXY USA Inc., ("OXY"), as Operator, has filed applications with the New Mexico Oil Conservation Division for approval of the above mentioned project.

This letter serves as notice that the OXY, owning 100.00% of the working interest, is the sole working interest party in the following wells:

(API: 30-015-43673) Cedar Canyon 27 State Com #10H
(API: 30-015-43775) Cedar Canyon 27 Fed Com #5H
(API: 30-015-43749) Cedar Canyon 21 Fed Com #5H

Best Regards

OXY USA Inc.

A handwritten signature in black ink, appearing to read "J. Murphrey", written over a horizontal line.

Jeremy Murphrey, CPL
Land Negotiator Sr.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
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1000 Rio Bravos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
Property Code	Property Name CEDAR CANYON "27" FEDERAL COM	Well Number 5H
OGRID No.	Operator Name OXY USA INC.	Elevation 2919.1'

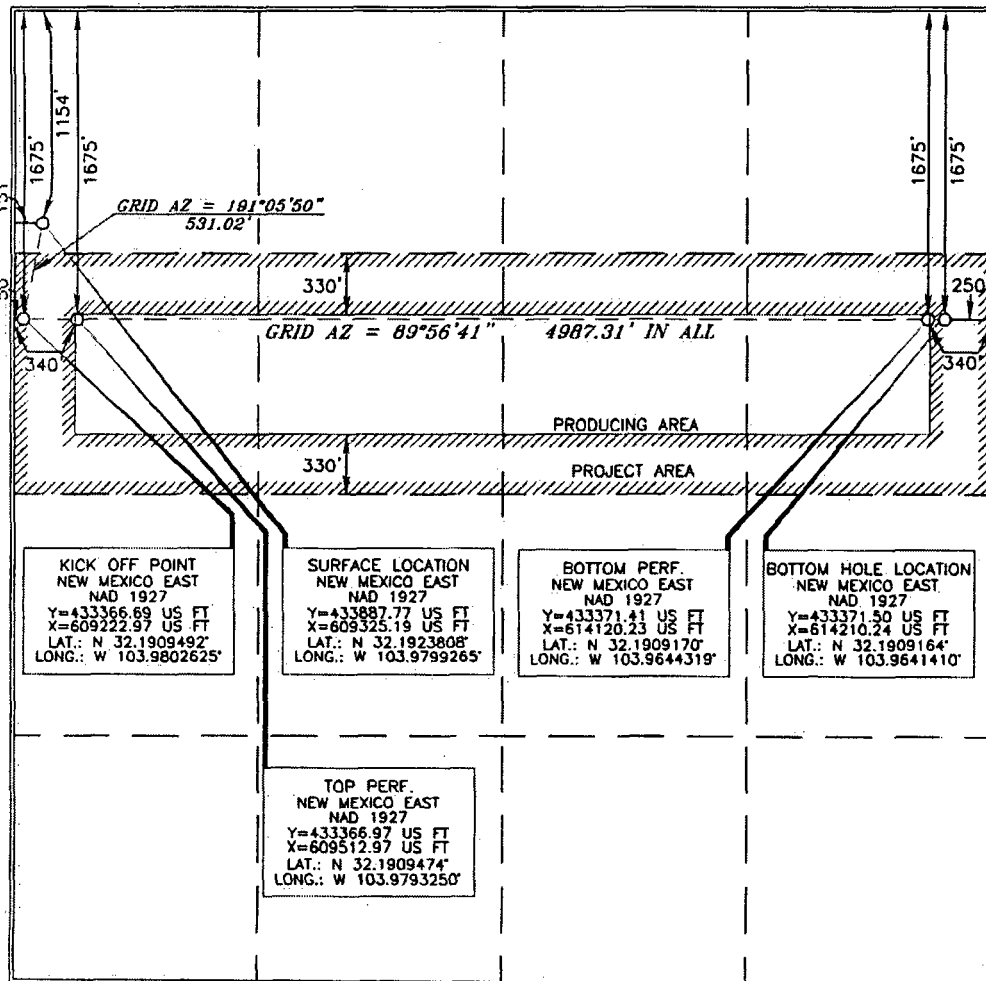
Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	27	24 SOUTH	29 EAST, N.M.P.M.		1154'	NORTH	151'	WEST	EDDY

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
H	27	24 SOUTH	29 EAST, N.M.P.M.		1675'	NORTH	250'	EAST	EDDY
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

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 unleased mineral interest in the land including the proposed bottom 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 to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature _____ Date _____

Printed Name _____

E-mail Address _____

SURVEYOR CERTIFICATION

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

DECEMBER 10, 2015
Date of Survey

Signature and Seal of Professional Surveyor

Terry J. Ash
Certificate Number 15079