Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

#### 5. Lease Serial No. Multiple--See Attached

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

	abandoned we	II. Use form 3160-3 (APL	)) for such p	roposals.		6. II Indian, Allott	ee or 111c	e Name
	SUBMIT IN TRI	PLICATE - Other instruc	tions on rev	erse side.		7. If Unit or CA/A MultipleSee	greement Attach	, Name and/or No. ed
1. Type of Well ☐ Gas Well ☐ Other							No. Attached	
Name of Operator Contact: JENNIFER A DUARTE     OXY USA INCORPORATED E-Mail: jennifer_duarte@oxy.com						API Well No.     MultipleSee Attached		
3a. Address 5 GREENWAY PLAZA STE 110 HOUSTON, TX 77046-0521  3b. Phone No. (include area code) Ph: 713-513-6640						10. Field and Pool MultipleSee	, or Explo	oratory ed
4. 1	Location of Well (Footage, Sec., T	., R., M., or Survey Description)		*****		<ol><li>County or Pari</li></ol>	sh, and S	tate
1	MultipleSee Attached					EDDY COU	NTY, NI	Λ
						L		
	12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE	NATURE OF	NOTICE, R	EPORT, OR OTI	HER DA	ATA
	TYPE OF SUBMISSION			TYPE	OF ACTION			
	Notice of Intent	☐ Acidize	□ Deep	pen	□ Prodúct	tion (Start/Resume)		Water Shut-Off
•	_	☐ Alter Casing	☐ Frac	ture Treat	Reclam	ation		Well Integrity
ί	☐ Subsequent Report	□ Casing Repair	□ New	Construction	Recomp	plete		Other
(	☐ Final Abandonment Notice	Change Plans	Plug	and Abandon		rarily Abandon	St	Irface Commingling
		Convert to Injection	🗖 Plug	Back	■ Water I	Disposal		
	Attach the Bond under which the wor ollowing completion of the involved esting has been completed. Final Abdetermined that the site is ready for final Abdetermined that the site is ready for final Abdetermined that the site is ready for final Abdetermined that WPP LP is request Measurement, Sales, & Storad Osage 18 Fee A COM #1H, Ocool. This request is being matches the BLM?s Royalty Interest results in the BLM?s Royalty Interest results in the site of the s	operations. If the operation responded ment Notices shall be file inal inspection.)  In approval for Central Tage for Seven Rivers 17 Fesage 18 Fee B COM #1H ade based on economics.	ults in a multipl d only after all i ank Battery. L	e completion or re requirements, incli Lease Commin	completion in a uding reclamation	new interval, a Form n, have been complet e 11H, re in the mannal	3160-4 si ed, and the	nall be filed once ne operator has
	• •		logations in	Castian 17 10	TOOC DOEE	, SE	P 1 0	2015
	A map is enclosed showing th		locations in	Section 17-18,	1205, R25E.		,	
		i for record 9 3	15	SEE ATT	ACHED I	FOR APPROVAL	, ECE1/	/ED
		Electronic Submission #3	INCORPORA	TED, sent to the DENNISTON	ie Carlsbad	(15LD0606SE)		
	Vanic (17 bite to 19 ypea) JENNIFEF	1 A DUANTE			<u>LAIONI 3F</u>	ECIALIST		
5	Signature (Electronic S	ubmission)		Date 07/07/	/2015			
		THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE		
_App	proved By Q.D. 2	Itlad 2_		Title LP1				9/3/15 Date 3/15
certif	tions of approval, if any, are attached that the applicant holds legal or equ would enutle the applicant to condu	sitable title to those rights in the	not warrant or subject lease	Office (F	.0	·		
Title	18 U.S.C. Section 1001 and Title 43	U.S.C. Section 1212, make it a c	rime for any pe	rson knowingly at	nd willfully to m	ake to any departmen	t or agend	y of the United

#### Additional data for EC transaction #308383 that would not fit on the form

#### 5. Lease Serial No., continued

NMNM99015 NMNM99017

#### 7. If Unit or CA/Agreement, Name and No., continued

NMNM133852 NMNM134780 NMNM134781

#### Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM99015	NMNM99015	SEVEN RIVERS 17 FEDERAL 21	1 30-015-41061-00-S1	Sec 17 T20S R25E NENW 330FNL 2160FWL
NMNM99015	NMNM99015	SEVEN RIVERS 17 FEDERAL 1	30-015-33430-00-S2	Sec 17 T20S R25E SESW 1250FSL 1650FWL
NMNM99015	NMNM99015	SEVEN RIVERS 17 FED 3H	30-015-41062-00-\$1	Sec 17 T20S R25E NWNW 330FNL 940FWL
NMNM99017	NMNM99017	OSAGE 18 FEDERAL 1H	30-015-41060-00-S1	Sec 18 T20S R25E SESE 330FSL 660FEL
NMNM133852	NMNM99017	OSAGE 18 FEÉ A COM 1H	30-015-40759-00-S1	Sec 18 T20S R25E SWSE 330FSL 1800FEL
NMNM134780	NMNM99016	OSAGE 18 FEE B COM 1H	30-015-40760-00-S1	Sec 18 T20S R25E SESW 480FSL 2160FWL
				32.567559 N Lat, 104.525371 W Lon
NMNM134781	NMNM99016	OSAGE 18 FEE C COM 1H	30-015-40761-00-\$1	Sec 18 T20S R25E Lot 4 480FSL 840FWL
				32.567535 N Lat, 104.529655 W Lon

#### 10. Field and Pool, continued

UNKNOWN

# APPLICATION FOR CENTRAL TANK BATTERY, LEASE COMMINGLE, OFF LEASE MEASUREMENT, SALES & STORAGE

#### Commingling proposal for Limousine CTB:

Proposal for Seven Rivers 17 Federal #'s 1, 2H, 3H, Osage 18 Federal #1H, Osage 18 Fee A COM #1H, Osage 18 Fee B COM #1H, Osage 18 Fee C COM #1H. All wells are in the same pool. This request is being made based on economics. Economics presented in person.

OXY USA WTP LP is requesting approval for Central Tank Battery, Lease Commingle, Off Lease Measurement, Sales, & Storage from the following wells:

#### Pool: North Seven Rivers Glorieta Yeso (97565) Federal Lease NMNM099015 – 12.5% Royalty Rate

WELL NAME	LEASE #	API#	LOCATION	BOPD	GRAVITY	MSCFD	BTU
SEVEN RIVERS 17 FEDERAL 1	NMNM99015	30-015-33430	17-T20S-25E	4	39	11	1270
SEVEN RIVERS 17 FEDERAL 2H	NMNM99015	30-015-41061	17-T20S-25E	32	39	24	1270
SEVEN RIVERS 17 FEDERAL 3H	NMNM99015	30-015-41062	17-T20S-25E	25	39	50	1270
OSAGE 18 FEDERAL 1H	NMNM99017	30-015-41060	18-T20S-25E	17	39	51	1270

#### Federal Lease NMNM09917 - 12.5% Royalty Rate - CA #133852

OSAGE 18 FEE A COM 1H         NMNM99017         30-015-40759         18-T20S-25E         60         39         122	1270	
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1270

# Federal Lease NMNM099016 – 12.5% Royalty Rate - \*CA #'s Pending NM 134780 OSAGE 18 FEE B COM 1H NMNM99016 30-015-40760 18-T20S-25E 88 39 149

Federal Lease NMNM099016 – 12	.5% Royalty Rate	- *CA #'s Pending	NM1347	81			
OSAGE 18 FEE C COM 1H	NIMANIMODO16	30-015-40761	19.TOOC 255	56	20	94	1270

#### The BLM's Royalty Interest rate is 12.5% for all wells.

A map is enclosed showing the Federal leases and well locations in Section 17-18, T205, R25E.

#### Oil & Gas metering:

The central tank battery is located on the well pad for the Seven Rivers 17 Federal 1 located at SESW Sec. 17 T20S-R25E on Federal lease NMNM99015 in Eddy County, New Mexico. All of the production from the wells will come into a production header with isolation lines to route the Seven Rivers 17 Federal #'s 1, 2H, 3H and Osage 18 Federal #1H wells into one separator "A", the Osage 18 Fee A Com #1H and Osage 18 Fee B Com #1H into a common separator "B", and the Osage 18 Fee C Com #1H into its own separator "C".

Production from the Seven Rivers 17 Federal #'s 1, 2H, & 3H and Osage 18 Federal #1H will be routed into the three phase production separator "A" where the oil will be allocated on a daily basis through the turbine meter with prover loops (S/N 11288834608) located downstream of the three phase separator. Gas will be allocated based on monthly well test.

Production from the Osage 18 Fee A Com #1H and Osage 18 Fee B Com #1H will be routed into a three phase production separator "B" where oil will be allocated on a daily basis through the turbine meter with prover loops (S/N 97721) located downstream of the three phase separator. The gas will be routed to the gas allocation meter (S/N 13380233).

Production from the Osage 18 Fee C Com #1H will be routed into a three phase production separator C where the oil will be allocated on a daily basis through the turbine meter with prover loops (S/N 12026012566) located downstream of the three phase separator. The gas will be routed to the gas allocation meter (S/N 150007091).

All wells, excluding the Osage 18 Fee C Com #1H, will be tested monthly through a designated test separator for allocation purposes. Oil will be allocated on a daily basis through the turbine meter with prover loops (S/N 12011755701). The gas will be routed through the test meter (S/N 13320433). Gas production will be allocated on a daily basis based on monthly well test using the subtraction method (subtract the test meter volume from the Oxy production meter [S/N 13330390] volume) by utilizing the Limousine test gas meter (S/N 13320433) downstream of the test separator. The gas production from the production equipment and the test gas meter will commingle and flow through Oxy's production meter (S/N 13330390) and go through the custody

transfer meter for the Indian Basin Gas Plant (S/N 13330383) in Section 23, T17S, R27E approximately 2.8 miles west of the Limousine Central Tank Battery.

All meters will be proven, as per API, NMOCD, and BLM specifications, when installed, once per month for the first 3 months (to establish a consistent repeatability factor), and then quarterly thereafter. The factor obtained will be used to allocate the production volumes.

Oil from all three phase separators will be combined into a common heater treater and sent to 500 bbl oil tanks. Oil will be sold through a LACT meter with a Micro Motion Coriolis Meter (S/N 14356475). The common heater treater is used as low-pressure process equipment, and the minimal gas production off of the heater treater is used as blanket gas for the oil tanks. Coriolis meter is not affective on oil dump due to entrained gas in the oil which will cause a false reading. Therefore, a Coriolis meter is only used at LACT.

The amount of flash gas generated as the oil is reduced to atmospheric pressure is too minimal to install and operate a vapor recovery unit (VRU). Therefore, a Vapor Combustion Unit (VCU) will be installed in order to comply with EPA 40 CFR Part 60, Subpart OOOO. All flash gas will be metered prior to combustion. A Form 3160-5 (Sundry Notice) and an updated Site Security Diagram will be filed for installation of the VCU.

Produced water from all wells will be transferred to the MOC Federal #1 SWD in Section 7 Township 20S Range 25E.

Osage 18 Federal #1H, Osage 18 Fee A Com #1H, Osage 18 Fee B Com #1H and Osage 18 Fee C Com #1H will require off-lease measurement, storage, and sales of oil and gas. All wells going to the Limousine CTB will only require off-lease measurement and sales of gas production.

#### **Process and Flow Descriptions:**

The flow of production is shown in detail on enclosed facility diagram and map which shows the lease boundaries, Communitization agreement boundaries, location of wells, facility, and gas sales meter. The commingling of this production is the most effective means of producing the reserves and will not result in reduced royalty or improper measurement of production. The proposed commingling will reduce the surface facility footprint and overall emissions.

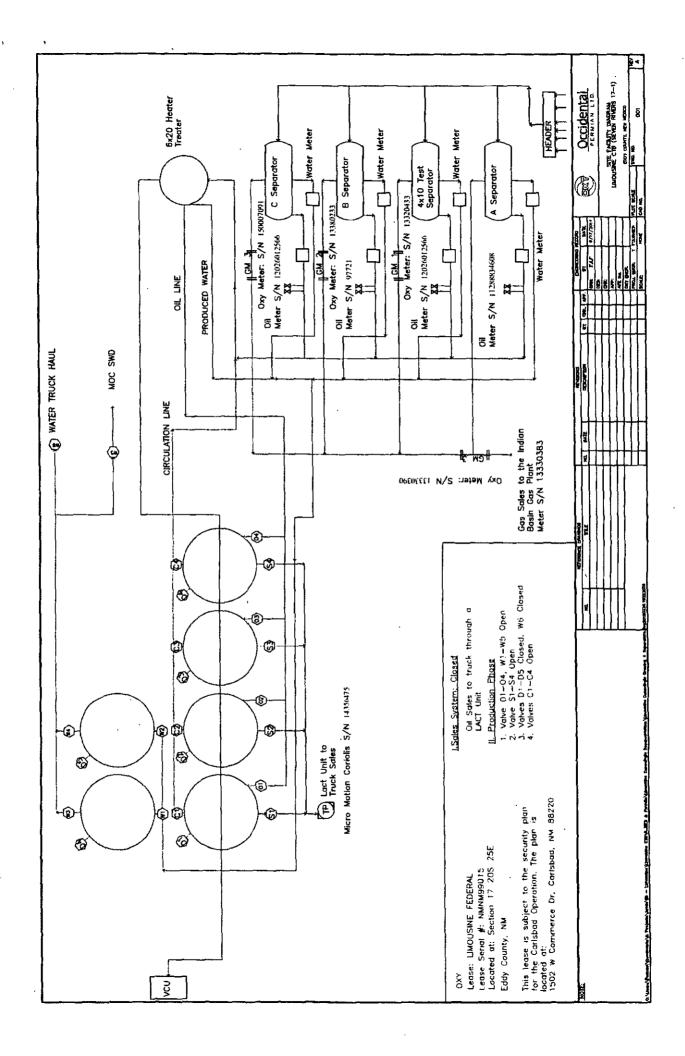
OXY USA WTP LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. These applications will be submitted separately for approval per NMOCD and BLM regulations.

The BLM and OCD will be notified of any future changes in the facilities.

\*Accurate and true information to be provided upon completion and installation.

Printed Name: Jonnifer Duarte Title: Regulatory Specialist

Date: 7-7-15



# Economic Justification Worksheet Limousine Central Tank Battery

#### NMNM99015 - 12.5%

WELLS	BOPD	OIL GRAVITY @ 60	VALUE/BBL	MCFD	DRY BTU	VALUE/MCF
Seven Rivers 17 Federal 1	4	39		11	1270	
Seven Rivers 17 Federal 2H	32	39	\$51.00/bbl	24	1270	\$2.60/mcf
Seven Rivers 17 Federal 3H	25	39		50	1270	

NMNM99016 - 12.5% - \*CA #'s Pending

Osage 18 Fee B Com 1H	88	39	¢E1 00/55	149	1270	¢2.60/af
Osage 18 Fee C Com 1H	56	39	\$51.00/bbl	84	1270	\$2.60/mcf

#### NMNM99017 - 12.5%

10 70 7 1 1 4 1 1	1 4-1			
Osage 18 Federal 1H	1 1/1	39 \$51.00/bbl	51	1270[\$2.60/mcf
103age 10 i cuciai 11i	1 1/1	22/227/00/10/	) J.T.	14/0/34/00/1110/

#### NMNM99017 - 12.5% - CA #133852

O 40 C 4 C 411	( ( )	20 654 00/11	400	4370 65 65 6
Osage 18 Fee A Com 1H	1 601	39 \$51.00/bbl	122	1270 \$2.60/mcf
1030EC 10 FCC 74 COIII XII	001	7777.00/001	1 166	12/0/32:00/11:01

#### **Economic Combined Production**

		WEIGHTED OIL	ļ		WEIGHTED	1
BATTERY	BOPD	GRAVITY @ 60	VALUE/BBL	MCFD	DRY BTU	VALUE/MCF
Limousine CTB	282	39	\$51.00/bbl	491	1270	\$2.60/mcf

Legend SEVEN RIVERS 17 FED #1 (CTB) Federal Lease NMNM 099015 SEVEN RIVERS T20S R25E Township 20 South, Range 25 East Eddy County, New Mexico OSAGE 18 FED 1H Federal Lease NMNM 099017 OSAGE 18 FEE A COM 1H CA# NMNM 133852 Fee Lease OSAGE 18 FEE B COM 1H CA# Pending OSAGE 18 FEE C COM 1H CA# Pending Federal Lease NMNM 099016

T20S R24E

Occidental Petroleum
Standard Petroleum
Standard Petroleum
North American Dehm (927
(ass) Uppetred Martin 12, 2015
Allibor A Cordes
Fet: Gage Commen 315009

## DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT CASE RECORDATION**

09:07 AM

Page 1 of 2

Run Date:

10/10/2013

(MASS) Serial Register Page

01 12-22-1987;101STAT1330;30USC181 ET SE

**Total Acres** 

Serial Number

Commodity 459:

^Case Type 312021: O&G LSE COMP PD -1987

320.000

NMNM--099015

Run Time:

OIL & GAS

Case Disposition: AUTHORIZED

Serial Number: NMNM-- - 099015

int Rei % Interest

Name & Address OXY USA INC **OXY USA INC** OXY USA INC

PO BOX 27570 PO BOX 27570 5 GREENWAY PLZ #110 HOUSTON TX 772277570 HOUSTON TX 772277570 HOUSTON TX 770460521 **OPERATING RIGHTS** LESSEE **OPERATING RIGHTS** 

0.0000000 100 0000000 0.00000000

Serial Number: NMNM-- - 099015

Mer Twp Rng Sec

<u> 5Тур</u> 5Nr Suff Subdivision W2.

District/Field Office

County

Mgmt Agency

23 0200S 0250E 017

ALIQ

CARLSBAD FIELD OFFICE

EDDA

BUREAU OF LAND MGMT

Serial Number: NMNM-- - 099015

Act Date	Code	Action'	Action Remark	Pending Office
07/15/1997	387	CASE ESTABLISHED	9707026	
07/16/1997	191	SALE HELD		
07/16/1997	267	BID RECEIVED	\$104000.00;	
07/16/1997	392	MONIES RECEIVED	\$104000.00;	
08/08/1997	237	LEASE ISSUED		
08/08/1997	974	AUTOMATED RECORD VERIF	AT	
08/28/1997	600	RECORDS NOTED		
09/01/1997	496	FUND CODE	05;145003	
09/01/1997	530	RLTY RATE - 12 1/2%		
09/01/1997	868	EFFECTIVE DATE		
09/10/1997	084	RENTAL RECEIVED BY ONRE	\$480.00;11/MULTIPLE	
06/02/1998	963	CASE MICROFILMED		
07/20/1998	084	RENTAL RECEIVED BY ONRR	\$480.00;21/0000000173	
01/11/1999	140	ASGN FILED	PERRY ETAL/POGO	
01/26/1999	139	ASGN APPROVED	EFF 02/01/99;	
01/26/1999	974	AUTOMATED RECORD VERIF	ANN	
08/09/1999	084	RENTAL RECEIVED BY ONER	\$480.00;21/0000000009	
08/07/2000	084	RENTAL RECEIVED BY ONRR	\$480.00;21/11	
08/13/2001	084	RENTAL RECEIVED BY ONRR	\$480.00;21/13	
08/03/2004	650	HELD BY PROD - ACTUAL .		
08/12/2005	643	PRODUCTION DETERMINATION		•
08/12/2005	658	MEMO OF 1ST PROD-ACTUAL		
05/01/2008	140	ASGN FILED	POGO PRODUC/OXY USA:1	
05/01/2008	932	TRF OPER RGTS FILED	POGO PRODUC/OXY USA; 1	
06/13/2008	139	ASGN APPROVED	EFF 06/01/2008;	
06/13/2008	933	TRF OPER RGTS APPROVED	EFF 06/01/2008;	
06/13/2008	974	AUTOMATED RECORD VERIF	SSP	
01/08/2009	140	ASGN FILED	POGO PRODUC/OXY USA;	1
01/08/2009	932	TRF OPER RGTS FILED	POGO PRODUC/OXY USA; 1	1
03/25/2009	139	ASGN APPROVED	EFF 02/01/09;	
03/25/2009	933	TRF OPER RGTS APPROVED	EFF 02/01/09;	
03/25/2009	974	AUTOMATED RECORD VERIF	ann	
			Serial Numb	ner: NMNM 099015

Line Nr Remarks

## DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT CASE RECORDATION**

Run Time: 09:08 AM

Page 1 of 1

Run Date:

10/10/2013

(MASS) Serial Register Page

01 12-22-1987;101STAT1330;30USC181 ET SE

**Total Acres** 198.800

Serial Number

NMNM- - 099016

Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS L Case Disposition: AUTHORIZED

Serial Number: NMNM-- - 099016

Int Rel

% Interest

Name & Address OXY USA INC

PO BOX 27570

HOUSTON TX 772277570

LESSEE

100 00000000

Serial Number: NMNM-- - 099016

Mer Twp Rng Sec	STyp	5Nr Suff Subdivision	District/Field Office	County	Mgmt Agency
23 0200S 0250E 018	ALIQ	E2NW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23 0200S 0250E 018	LOTS	1,2,3,	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM-- - 099016

Act Date	Code	Action	Action Remark	Pending Office
07/15/1997	387	CASE ESTABLISHED	9707027	
07/16/1997	191	SALE HELD		
07/16/1997	267	BID RECEIVED	\$54725.00;	
07/16/1997	392	MONIES RECEIVED	\$54725.00;	•
08/08/1997	237	LEASE ISSUED		
08/08/1997	974	AUTOMATED RECORD VERIF	A'T	
08/28/1997	600	RECORDS NOTED		
09/01/1997	496	FUND CODE	05;145003	
09/01/1997	530	RLTY RATE - 12 1/21		
09/01/1997	868	EFFECTIVE DATE		
09/10/1997	084	RENTAL RECEIVED BY ONER	\$298.50;11/MULTIPLE	
06/03/1998	963	CASE MICROFILMED		
07/20/1998	084	RENTAL RECEIVED BY ONER	\$298.50;21/000000017	3
01/11/1999	140	ASGN FILED	PERRY ETAL/POGO	
01/26/1999	139	ASGN APPROVED	EFF 02/01/99;	
01/26/1999	974	AUTOMATED RECORD VERIF	AMN	
08/09/1999	084	RENTAL RECEIVED BY ONER	\$298.50;21/00000000	9
05/31/2000	246	LEASE COMMITTED TO CA	NMNM104023;	
05/31/2000	660	MEMO OF 1ST PROD-ALLOC	/1/	
08/07/2000	084	RENTAL RECEIVED BY ONRR	\$298.50;21/11	
10/24/2000	651	HELD BY PROD - ALLOCATED		
05/17/2001	643	PRODUCTION DETERMINATION	/1/ NMM104023	
12/18/2007	974	AUTOMATED RECORD VERIF	ANN	
05/01/2008	140	ASGN FILED	POGO PRODUC/OXY USA;	1
06/13/2008	139	ASGN APPROVED	EFF 06/01/08;	·
06/13/2008	974	AUTOMATED RECORD VERIF	MV .	
01/08/2009	140	ASGN FILED	POGO PRODUC/OXY USA;	; 1
03/24/2009	139	ASGN APPROVED	EFF 02/01/09;	
03/24/2009	974	AUTOMATED RECORD VERIF	ANN	
Line Nr	Rema	neke	Serial Num	iber: NMNM 099016

## DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT CASE RECORDATION**

Run Time: MA 80:20

Page 1 of 1

Run Date:

10/10/2013

(MASS) Serial Register Page

01 12-22-1987;101STAT1330;30USC181 ET SE

Case Type 312021: O&G LSE COMP PD -1987

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

**Total Acres** 240.000

Serial Number

NMNM--- 099017

Serial Number: NMNM-- - 099017 int Rei

Name & Address

% Interest

OXY USA INC

PO BOX 27570

HOUSTON TX 772277570

LESSEE

100.00000000

Serial Number: NMNM-- - 099017

Mer Twp Rng Sec 23 0200S 0250E 018

STyp ALIQ

SNr Suff Subdivision NE E2SE:

District/Field Office CARLSBAD FIELD OFFICE County EDDY

Mgmt Agency

BUREAU OF LAND MGMT

Serial Number: NMNM-- - 099017

Act Date	Code	Action	Action Remark	Pending Office
07/15/1997	397	CASE ESTABLISHED	9707028	
07/16/1997	191	SALE HELD		
07/16/1997	267	BIO RECEIVED .	\$78000.007	
07/16/1997	392	MONIES RECEIVED	\$78000.00;	
08/08/1997	237	LEASE ISSUED		
08/08/1997	974	AUTOMATED RECORD VERIF	` TA	
08/28/1997	600	RECORDS NOTED		
09/01/1997	496	FUND CODE	05;145003	•
09/01/1997	530	RUTY RATE - 12 1/21	•	
09/01/1997	868	EFFECTIVE DATE		
09/10/1997	084	RENTAL RECEIVED BY ONER	\$360.00;11/MULTIPL	<b>.</b> E
06/03/1998	963	CASE MICROFILMED		
07/20/1998	084	RENTAL RECEIVED BY ONRR	\$360.00;21/0000000	0173
01/11/1999	14 D	ASGN FILED	PERRY ETAL/POGO	
01/27/1999	139	ASGN APPROVED	EFF 02/01/99;	•
01/27/1999	974	AUTOMATED RECORD VERIF	JLV	
08/09/1999	084	RENTAL RECEIVED BY ONRR	\$360.00;21/0000000	0009
05/31/2000	246	LEASE COMMITTED TO CA	NMNM104023;	
05/31/2000	660	MRMO OF 1ST PROD-ALLOC	/1/	
08/07/2000	084	RENTAL RECEIVED BY ONER	\$360.00;21/11	
10/24/2000	651	HELD BY PROD - ALLOCATED		•
05/17/2001	643	PRODUCTION DETERMINATION	/1/ NMNM104023	
12/18/2007	974	AUTOMATED RECORD VERIF	MMA	
05/01/2008	140	ASGN FILED	POGO PRODUC/OXY U	SA;1
06/13/2008	139	ASGN APPROVED	EFF 06/01/08;	
06/13/2008	974	AUTOMATED RECORD VERIF	MV	
01/08/2009	140	ASGN FILED	POGO PRODUC/OXY U	SA;1
03/24/2009	139	ASGN APPROVED	EFF 02/01/09;	
03/24/2009	974	AUTOMATED RECORD VERIF	ann	
Line Nr	Rema	arks ·	Serial N	umber: NMNM 099017



5 Greenway Plaza, Suite 110, Houston, Texas 77046 P.O. Box 4294, Houston, Texas 77210-4294 Direct: 713.513.6640 Cell:: 832.740.3716 Jennifer\_duarte@oxy.com

January 14, 2014

Interest Owners

Re:

Request for a CTB & Lease Commingle

CTB Location: Section 17, T20S, R25E - Seven Rivers 17 Federal #1

Pool: N Seven Rivers Glorieta Yeso (97565)

Eddy County, New Mexico

To Whom It May Concern:

This is to advise you that OXY USA WTP LP is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval for a Central Tanks Battery & Lease commingle for the mentioned wells in the attached documents.

A copy of our application submitted to the Division is attached.

Any objection or requests that a hearing should be held regarding this application must be submitted to the New Mexico Oil Conservation Division Santa Fe Office within 21 Days from the date of this letter.

Please contact me should you have any questions or need anything further.

Thank you in advance for your time.

Very Truly Yours,

\_OXY USA WTP Limited Partnership / OXY USA INC / OCCIDENTIAL PERMIAN LP

Jennifer Duarte

Regulatory Specialist

Enclosure

Interest Owner Certified Tracking Number  McCombs Energy LLC 5599 San Felipe, Ste. 1200 Houston, Texas 77056  COG Operating LLC 550 W. Texas Avenue, Suite 100 Midland, Texas 79701  Concho Oll & Gas, LLC 550 W. Texas Avenue, Suite 100 Midland, Texas 79701  Charles E. Koch P.O. Box 51867 Midland, Tx 79701  Ross and Sue Roberts P.O. Box 4337 Midland, Tx 79704  First Roswell Company 111 S. Kentucky Ave. Roswell, NM 88203  Texas Zia Properties, Ltd. 7013109000009725716  Flano, Tx 75025  Gene F. Lang & Company 19751 E. Main Street #334 Parker, Colorado 80138  David T. Holt P.O. Box 680997 Franklin, Tennessee 37068  Kirby Minerals 101 N. Robinson, Suite 1000 Oklahoma City, OK 73102  Total Carbon Suite 1000 Oklahoma City, OK 73102  Total Carbon Suite 1000 Total Suite 1	McCombs Energy LLC 5599 San Felipe, Ste. 1200 Houston, Texas 77056  COG Operating LLC 550 W. Texas Avenue, Suite 100 Midland, Texas 79701  Concho Oll & Gas, LLC 550 W. Texas Avenue, Suite 100 Midland, Texas 79701  Charles E. Koch P.O. Box 51867 Midland, TX 79710  Ross and Sue Roberts P.O. Box 4337 Midland, TX 79710  Rist Roswell Company 111 S. Kentucky Ave. Roswell, NM 88203  Texas Zia Properties, Ltd. 7013109000009725716  Gene F. Lang & Company 19751 E. Main Street #334 Parker, Colorado 80138  Kirby Minerals 101 N. Robinson, Suite 1000  70131090000009725788  70131090000009725799  70131090000009725799  70131090000009725799  70131090000009725693		•
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101 N. Robinson, Suite 1000 70131090000009725686	101 N. Robinson, Suite 1000 70131090000009725686	P.O. Box 680997	70131090000009725693
		101 N. Robinson, Suite 1000	70131090000009725686

DATE IN	5USPENSE	ENGMEER	LOGGED #4	TYPE	APP NO

ABOVE THIS LINE FOR DIVISION USE ONLY

## NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



		2220 3000 Oct 10100 Oct 101 07303
		ADMINISTRATIVE APPLICATION CHECKLIST
TH	IIS CHECKLIST IS MA	INDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
Applic	[DHC-Down [PC-Pot	
[1]	TYPE OF AP [A]	PLICATION - Check Those Which Apply for [A]  Location - Spacing Unit - Simultaneous Dedication  NSL NSP SD
	Check [B]	One Only for [B] or [C]  Commingling - Storage - Measurement  DHC CTB PLC PC COLS COLM
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  WFX PMX SWD IPI EOR PPR
	[D]	Other: Specify
[2]	NOTIFICAT [A]	YON REQUIRED TO: - Check Those Which Apply, or Does Not Apply 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 US 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
[3]		CCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE ATION INDICATED ABOVE.
	oval is accurate	ATION: I hereby certify that the information submitted with this application for administrative and complete to the best of my knowledge. I also understand that no action will be taken on this equired information and notifications are submitted to the Division.
Je Print	nder D t or Type Name	e: Statement must be completed by an individual with managerial and/or supervisory capacity.  Uncle American Date  Innited a United Available Oxy. Cor

District 1
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brozos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr. Santa Fe, NM
87505

# State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

#### OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION F	OR SURFACE (	COMMINGLING	(DIVERSE (	OWNERSHIP)	
OPERATOR NAME: OXY USA					
OPERATOR ADDRESS: 5 GREEN	WAY PLAZA. SUITI	E 110; HOUSTON, TX	77046		
APPLICATION TYPE:					
Pool Commingling  Lease Commingling	Pool and Lease Cor	nmingling 🔯 Off-Lease S	Storage and Measure	meni (Only if not Surface	Commingled)
LEASE TYPE: Fee	State 🛭 Feder	ral			
Is this an Amendment to existing Order					
Have the Bureau of Land Management (  Yes   No	(BLM) and State Land	l office (SLO) been not	ified in writing o	f the proposed commi	ngling
	(A) POO	L COMMINGLIN	C .		
		s with the following lr			
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Culculated Value of Commingled	Volumes
	Production .	Production		Production	<u> </u>
		4			<u> </u>
	<u> </u>	1			<u> </u>
		1			<u></u>
	<u> </u>	-		1	<del> </del>
(2) Are any wells producing at top allowa	bles? Tyes TNo	<u> </u>	<u> </u>	1	<u> </u>
(3) Has all interest owners been notified b		oposed commingling?	□Yes □No.		
(4) Measurement type:  Metering					
(5) Will commingling decrease the value	of production? LIYes	∐No II "yes", descr	ibe why comming	ing should be approved	
		SE COMMINGLE			
	Please attach shee	ts with the following i	nformation		
(1) Pool Name and Code (2) Is all production from same source of	annalus Mya. Di	Ma			
(2) Is all production from same source of (3) Has all interest owners been notified by			⊠Yes 🗀!	Nn	
(4) Measurement type. Metering	•		£3.25 L.		
	(0) 5007	LE FACTO CONTRACTO	lor Dic		
		d LEASE COMMI			
(1) Complete Sections A and E	riease attach she	ets with the following	mornation		
TAN TOTAL STATE OF THE PARTY OF					
	D) OFF-LEASE S	TORAGE and ME.	ASUREMENT		
		eets with the followin	g information		·····
(1) Is all production from same source of		No			
(2) Include proof of notice to all interest	owners				
(F) A	DDITIONAL INF	ORMATION (for a	ll application	tynes)	
(D) A		ets with the following		-J Ped)	_
(1) A schematic diagram of facility, incl					
(2) A plat with lease boundaries showing	-	ations, Include lease num	bers if Federal or	State lands are involved.	
(3) Lease Names, Lease and Well Numb	pers, and API Numbers.				
I hereby certify that the information above	is true and complete to	the best of my knowledge	and belief.		····
don only	n.n.	·		_	
SIGNATURE:		TITLE:_REGULATORY	SPECIALIST	DATE: 01/	14/2014
7	<del></del>			27772. (011	· · · · · · · · · · · · · · · · · · ·
( )		•			

Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Seven Rivers 17 Federal 1, 2H, 3H NM99015 / Osage 18 Federal 1H NM99017 / Osage 18 Fee A Com 1H NM133852 / Osage 18 Fee B Com 1H NM134780 & Osage 18 Fee C Com 1H NM134781

# OXY USA Inc. September 3, 2015 Condition of Approval Commingling of lease and Communitization production

- 1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 4. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
- 5. Approval for combining production from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
- 6. Gas measurement for allocation must be measured as per Onshore Order #5 for sales meters.
- 7. All gas and oil subject to royalty shall be measured as per federal regulations and shall be reported to ONRR as required. All gas which is vented, flared or used on lease shall be reported as per NTL-4A to ONRR. All gas which is vented or flared shall be subject to royalty, unless prior approval was given by the authorized officer.
- 8. This agency shall be notified of any change in sales method or location of sales point.
- 9. Additional wells and/or leases require additional commingling approvals.
- 10. Notify this office 24 Hrs. prior to any meter proving to allow time for an inspector to witness.