



Enterprise Gas
Sales Meter
#68872

Gas line to Enterprise
sales meter

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

Run Time: 07:38 AM

Page 1 of 4

Run Date: 05/14/2015

01 02-25-1920;041STAT0437;30USC181ETSEQ

Total Acres

Serial Number

Case Type 312011: O&G LSE COMP PUBLIC

640.000

NMNM-- - 045236

Commodity 459: OIL & GAS

Case Disposition: AUTHORIZED

Serial Number: NMNM-- - 045236

Name & Address	Int Rel	% Interest
CHEVRON USA INC 1400 SMITH ST HOUSTON TX 770027327	OPERATING RIGHTS	0.00000000
CNX GAS CO LLC PO BOX 1248 JANE LEW WV 263781248	OPERATING RIGHTS	0.00000000
EOG RESOURCES INC 333 CLAY ST #4200 HOUSTON TX 77002	OPERATING RIGHTS	0.00000000
EOG RESOURCES INC 333 CLAY ST #4200 HOUSTON TX 77002	LESSEE	8.33333300
MERIT ENERGY PTNRS 13727 NOEL RD #500 DALLAS TX 75240	OPERATING RIGHTS	0.00000000
OXY USA INC PO BOX 27570 HOUSTON TX 77277570	OPERATING RIGHTS	0.00000000
OXY USA INC PO BOX 27570 HOUSTON TX 77277570	LESSEE	91.66667000
OXY USA INC 5 GREENWAY PLZ #110 HOUSTON TX 770460521	OPERATING RIGHTS	0.00000000
PXP PRODUCING CO LLC 717 TEXAS ST STE 2100 HOUSTON TX 770022753	OPERATING RIGHTS	0.00000000

Serial Number: NMNM-- - 045236

Mer Twp Rng Sec	STyp	SNr Suff	Subdivision	District/Field Office	County	Mgmt Agency
23 0230S 0310E 033	ALIQ	1	ALL	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM-- - 045236

Act Date	Code	Action	Action Remark	Pending Office
04/20/1981	387	CASE ESTABLISHED	PARCEL #33	
04/20/1981	500	GEOGRAPHIC NAME	JAMES RANCH FLD;	
04/21/1981	196	BID ACCEPTED		
07/17/1981	237	LEASE ISSUED		
08/01/1981	496	FUND CODE	05;145003	
08/01/1981	532	RLTY RATE 12.5% SCH B		
08/01/1981	868	EFFECTIVE DATE		
03/11/1983	140	ASGN FILED	COQUINA/SANTA FE ENE	
05/12/1983	139	ASGN APPROVED	EFF 04/01/83;	
10/13/1983	940	NAME CHANGE RECOGNIZED	CHESSIE EXPL/CSX EXPL	
07/13/1984	111	RENTAL RECEIVED	\$0;84-85	
07/31/1984	235	EXTENDED	07/31/1986;	
03/18/1985	140	ASGN FILED	ACF PETRO/PRIMARY FUE	
05/08/1985	139	ASGN APPROVED	EFF 04/01/85;	
06/05/1985	963	CASE MICROFILMED/SCANNED	CNUM 108,924 AC	
07/05/1985	111	RENTAL RECEIVED	\$0;85-86	
03/20/1986	140	ASGN FILED	PW PROD/PAINWEBBER	
05/27/1986	139	ASGN APPROVED	EFF 04/01/86;	
07/07/1986	111	RENTAL RECEIVED	\$0;86-87	
01/09/1987	650	HELD BY PROD - ACTUAL		
05/18/1987	932	TRF OPER RGTS FILED	(1)POGO PROD/CNG PROD	
05/18/1987	932	TRF OPER RGTS FILED	(2)POGO PROD/CNG PROD	
06/15/1987	817	MERGER RECOGNIZED	CSX EXPL/TX GAS	
06/15/1987	940	NAME CHANGE RECOGNIZED	TX GAS/CSX O&G	
08/28/1987	933	TRF OPER RGTS APPROVED	(1)EFF 06/01/87;	
08/28/1987	933	TRF OPER RGTS APPROVED	(2)EFF 06/01/87;	
08/31/1987	974	AUTOMATED RECORD VERIF	AR/KG	
10/30/1987	932	TRF OPER RGTS FILED	SANTA FE ENE/CNG PROD	
12/07/1987	140	ASGN FILED	SANTA FE ENE/OPER	
12/07/1987	932	TRF OPER RGTS FILED	SANTA FE ENE/OPER	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM



OXY USA WTP Limited Partnership / OXY USA INC /
OCCIDENTIAL PERMIAN LP
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046
P.O. Box 4294, Houston, Texas 77210-4294
Direct: 713.366.5716 Cell: 832.454.8137
kelley_montgomery@oxy.com

December 16, 2015

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Interest Owners

Re: Sterling Silver 33-3 Central Tank Battery, Surface Pool Commingle, & Off-Lease
Measurement Application
CTB Location: Sec 33-T 23S-R 31E
Pool: Sand Dunes; Delaware, West (53815) & Ingle Wells; Bone Spring (33740)
Eddy County, New Mexico

To Whom It May Concern:

This is to advise you that OXY USA INC is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval for a Central Tank Battery, Surface Pool Commingle & Off-lease Measurement for the wells mentioned on attached application.

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 20 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 INC
Kelley Montgomery
Regulatory Manager

Enclosure

Sterling Silver 33 Fed CTB ADDRESS LIST

OWNER	ADDRESS	CITY, STATE ZIP CODE	Certified Tracking Number
LES HONEYMAN	406 SKYWOOD CIRCLE	MIDLAND, TX 79705	70142120000105390944
JOHN RICK MCCONN	5207 GREEN TREE	HOUSTON, TX 77056	70142120000105390951
MEREDITH ELLEN - MCCONN ZENNER	7923 BURGOYNE	HOUSTON, TX 77063	70142120000105390968
MELINDA ANN MCCONN CHERNOSKY	602 FALL RIVER ROAD	HOUSTON, TX 77024	70142120000105390975
PHYLLIS SPEIGHT	313 HELEN GREATHOUSE CIRCLE	MIDLAND, TX 79705	70142120000105390982
JEFFERSON B GOLDMAN JR	2113 SAINT ANDREWS DR	ROUND ROCK, TX 78664	70142120000105390999
HOPE H GOLDMAN TEST TRUST			
JEFFERSON B GOLDMAN TRUSTEE	1103 PARK GARDEN TERRACE	MADISON, MS 39110	70142120000105391002
JAMES W ROGERS	416 MANOR VILLAGE CIRCLE	MIDLAND, TX 79707	70142120000105391019
CHEVRON USA INC	PO BOX 730436	DALLAS, TX 75373	70142120000105391026
GWEN WILLIAMS FAMILY LLC SERVICES			
GWEN M WILLIAMS	27946 BRADFORD RIDGE	KATY, TX 77494	70142120000105391033
CHESAPEAKE EXPLORATION LP	PO BOX 203892	DALLAS, TX 75320	70142120000105391040

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	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 _____

[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

[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.

KELLEY MONTGOMERY
 Print or Type Name

Kelley Montgomery
 Signature

REGULATORY MANAGER
 Title

12/20/15
 Date

KELLEY.MONTGOMERY@OXY.COM
 e-mail Address

NM OIL CONSERVATION

ARTESIA DISTRICT

State of New Mexico

Form C-107-B

Energy, Minerals and Natural Resources Department

Revised August 1, 2011

District I

1625 N French Drive, Hobbs, NM 88240

District II

811 S First St., Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S St Francis Dr, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

1220 S. St Francis Drive
Santa Fe, New Mexico 87505

RECEIVED

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: OXY USA INC

OPERATOR ADDRESS: PO BOX 4294; HOUSTON, TX 77210

APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☒ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No.

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☒ Yes ☐ No

(A) POOL COMMINGLING

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
PLEASE SEE ATTACHED					

(2) Are any wells producing at top allowables? ☐ Yes ☒ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No

(4) Measurement type: ☐ Metering ☒ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

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

SIGNATURE: Kelley Montgomery

TITLE: REGULATORY MANAGER

DATE: 11-20-15

TYPE OR PRINT NAME: KELLEY MONTGOMERY

TELEPHONE NO.: 713-366-5716

E-MAIL ADDRESS: Kelley_Montgomery@oxy.com

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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

David R. Catanach, Division Director
Oil Conservation Division



January 12, 2016

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-439
Administrative Application Reference No. pMAM1535654800

OXY USA INC.
Attn: Ms. Kelley Montgomery

Pursuant to your application received on December 22, 2015, OXY USA Inc. (OGRID 16696) is hereby authorized to surface commingle oil and gas production from the following pools located in Section 33, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico;

INGLE WELLS; BONE SPRING	(33740)
SAND DUNES; DELAWARE, WEST	(53815)

and from diversely owned wells identified in Attachment A, and made part of this order. These wells are located on Federal Lease NMNM-45236 located in Section 33, Township 23 South, Range 31 East, Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Sterling Silver 33 Well No. 3 Central Tank Battery (CTB) located in Unit B, Section 33, Township 23 South, Range 31 East, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the wells in the leases shall be measured with a combination of metering and well testing.

Subsequently drilled wells that produce from the subject pools within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

The operator shall notify the transporter of this commingling authority.

The operator shall notify the Artesia District Office upon commencement of commingling operations.

DONE at Santa Fe, New Mexico, on January 12, 2016.

A handwritten signature in cursive script, reading "David R. Catanach".

DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division District Office – Artesia
Bureau of Land Management – Carlsbad

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

**Sterling Silver 33 Federal wells 1H, 5, 6, 7, 8, 9, 10, 11, 12, 14, 15, 16, 17, 18, & Triple S 33 Federal #1 all on lease
NMNM45236**

Oxy USA WTP LP

August 22, 2016

Condition of Approval

**Pool Commingling of lease production and Off lease Measurement & Sales of gas
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 and API requirements 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.