



January 29, 2007

**HAND-DELIVERED**

Mark E. Fesmire, P. E.  
Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

2007 JAN 29 PM 3 03

Re: OXY USA WTP L.P.'s objection to Bold Energy, L.P.'s proposed application for multiple operators in Section 8, Township 19 South, Range 29 East, Eddy County, New Mexico

Dear Mr. Fesmire:

We understand that Bold Energy, L.P. may be granted an application to drill and operate the OXY Checker State No. 2 in Section 8, Township 19 South, Range 29 East, Eddy County, New Mexico. As OXY USA WTP Limited Partnership ("OXY") timely objected to this application, Division Rule 104 requires that the application may only be approved after hearing. This application does not appear to have been set for hearing.

Both the applicant and the Division had timely notice of OXY's objection to the application. Pursuant to Division Rule 104(E)(2), OXY delivered its written objection to Bold Energy's agent Gray Surface Specialties ("Gray") by both regular and certified mail within twenty days of the date such notice was mailed. The notice from Gray was sent on December 28, 2006, and OXY responded to Gray on January 8, 2007. A representative of OXY also called a representative at Gray to voice objection to the proposal on that same date. On January 15, 2007, I forwarded a copy of the objection letter to the Division.

Mr. Will Jones contacted me on January 17, 2007, requesting that OXY send the objection letter again to Gray as apparently Gray had not received it. This letter was forwarded via certified mail on January 26, 2007, by this office pursuant to the Division's request. The letter was only sent as a courtesy to Gray as OXY had already timely and properly objected to Bold Energy's proposal.



OXY respectfully requests the Division to require that the application be set for hearing pursuant to Division Rule 104(E)(2).

Copies of all correspondence have been attached for your review.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink that reads "Ocean Munds-Dry". The signature is written in a cursive, flowing style.

Ocean Munds-Dry  
Attorney for OXY USA WTP L.P.

Enclosure

cc: Gail MacQuesten, Esq.



January 26, 2007

**CERTIFIED MAIL**

Gray Surface Specialties  
Attention: Denise Menoud  
3106 North Big Spring Street, Suite 100  
Midland, Texas 79705

Re: OXY USA WTP L.P.'s objection to Bold Energy, L.P.'s proposed application for multiple operators in Section 8, Township 19 South, Range 29 East, Eddy County, New Mexico

Dear Ms. Menoud:

OXY USA WTP Limited Partnership ("OXY") has objected pursuant to Division Rule 104(E)(2) to Bold Energy, L.P.'s proposed application for multiple operators in Section 8, Township 19 South, Range 29 East, Eddy County, New Mexico. OXY sent you its objection letter on January 8, 2007, by certified mail and regular mail. A copy of this letter is being forwarded to you again at the request of the Division.

Your attention to this matter is appreciated.

Sincerely,

Ocean Munds-Dry  
Attorney for OXY USA WTP L.P.

Enclosure



**OXY USA WTP LIMITED PARTNERSHIP**

6 Desta Drive, Suite 600, Midland, Texas 79705  
P.O. Box 50250, Midland, Texas 79710

David R. Evans  
Senior Landman Advisor

432/685-5769  
FAX 432/685-5944

January 8, 2007

CERTIFIED – RETURN RECEIPT REQUESTED

Gray Surface Specialties  
Attention: Denise Menoud  
3106 North Big Spring Street, Suite 100  
Midland, Texas 79705

Re: Rule 104 Notification to Multiple Operators in  
Shared Proration Unit for Permit to Drill New Well  
OXY Checker State #2, 1980 FNL & 660 FWL, Unit E  
Section 8, T19S-R29E, Eddy County, New Mexico  
JOA file 03181501

Dear Ms. Menoud,

With respect to your letter dated December 28, 2006, please be advised that OXY USA WTP Limited Partnership objects to Bold Energy, L.P.'s proposed application for multiple Operators on the captioned lands. OXY USA WTP Limited Partnership (successor to OXY USA Inc.) is the designated Operator under the terms of that certain Operating Agreement dated March 1, 1997 and Letter Agreement dated March 27, 1997.

OXY requests that Bold Energy contact OXY prior to any further action on this proposed well so that we can discuss resolution to this matter as soon as possible.

Very truly yours,

OXY USA WTP Limited Partnership

*David R. Evans/bi*  
David R. Evans

DRE/bic

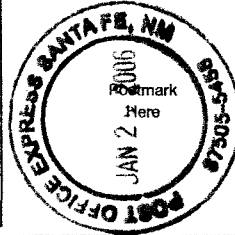
cc: Elizabeth Bush  
William Carr (Holland & Hart)  
Bob Doty  
David Sutter (Stubbeman Law Firm)  
Peggy Kerr (Bold Energy)

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)

7001 1140 0002 9558 8438

016103AL 1134

OMP OXYU. BoH	Postage	\$ .63
	Certified Fee	2.10
	Return Receipt Fee (Endorsement Required)	1.85
	Restricted Delivery Fee (Endorsement Required)	
	Total Postage & Fees	\$ 4.88



Sent To Gray Surface Specialties  
Street, Apt. No.;  
or PO Box No. 3106 N. Bra Spring St. Ste 100  
City, State, ZIP+4 Midland, TX 79705

PS Form 3800, January 2001 See Reverse for Instructions

HOLLAND & HART



Ocean Munds-Dry  
omundsdry@hollandhart.com

January 15, 2007

2007 JAN 16 AM 10 03

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Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
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Your attention to this matter is appreciated.

Sincerely,

Ocean Munds-Dry  
Attorney for OXY USA WTP L.P.

Enclosure

Holland & Hart LLP

Phone (505) 988-4421 Fax (505) 983-6043 [www.hollandhart.com](http://www.hollandhart.com)

110 North Guadalupe Suite 1 Santa Fe, NM 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Billings Boise Boulder Cheyenne Colorado Springs Denver Denver Tech Center Jackson Hole Salt Lake City Santa Fe Washington D.C.



**OXY USA WTP LIMITED PARTNERSHIP**  
6 Desta Drive, Suite 600, Midland, Texas 79705  
P.O. Box 50250, Midland, Texas 79710

David R. Evans  
Senior Landman Advisor

432/685-5769  
FAX 432/685-5844

January 8, 2007

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OXY USA WTP Limited Partnership

*David R. Evans*  
David R. Evans

DRE/bic

cc: Elizabeth Bush  
William Carr (Holland & Hart)  
Bob Doty  
David Sutter (Stubbeman Law Firm)  
Peggy Kerr (Bold Energy)

An Occidental Oil and Gas Company