

OXY PROPOSAL

**Cease disposal into the Bone Springs pool in the Government AB-9 well
when any of the following occurs:**

1. Water breakthrough in any offset Bone Springs producer located within
½ mile of the well (Government AB-7, AB-8, S-3 or S-7); or
2. Detection of a significant pressure increase between intermediate and
production casings on the Government S-2 or the Government AB-2.

MONITORING PROGRAM

- Periodic well tests on Bone Springs producers; and
- Install pressure gauges on intermediate/production casing annulus on S-2
& AB-2 wells. Monitor and record weekly.

**BEFORE THE
OIL CONSERVATION DIVISION**
Case No.12265 Exhibit No. 11
Submitted By:
OXY USA, Inc.
Hearing Date: October 21, 1999