CONDITIONS OF APPROVAL FANY

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

Form C-103 Revised 5-27-2004

FILE IN TRIPLICATE DEC 16 2008 OIL CONSERVATION DIVISION WELL API NO. 1220 South St. Francis Dr. 30-025-29017 1625 N French Dr , F Santa Fe, NM 87505 5 Indicate Type of Lease DISTRICT II STATE FEE [X 1301 W Grand Ave, Artesia, NM 88210 6 State Oil & Gas Lease No DISTRICT III 1000 Rio Brazos Rd, Aztec, NM 87410 7 Lease Name or Unit Agreement Name SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A North Hobbs (G/SA) Unit DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (Form C-101) for such proposals.) Section 32 8 Well No. 1. Type of Well 312 Oil Well Gas Well Injector 2. Name of Operator 9. OGRID No. 157984 Occidental Permian Ltd. 10. Pool name or Wildcat Hobbs (G/SA) ► 3. Address of Operator 1017 W. Stanolind Rd., Hobbs, NM 88240 4. Well Location Feet From The Unit Letter B Line Feet From The 1400 East 210 North 18-S Range 38-E **NMPM** Section Lea 11. Elevation (Show whether DF, RKB, RT GR, etc.) 3643' GL Pit or Below-grade Tank Application or Closure Distance from nearest fresh water well Distance from nearest surface water Pit Type Depth of Ground Water Below-Grade Tank: Volume bbls, Construction Material Pit Liner Thickness mıl Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 12. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING PLUG & ABANDONMENT COMMENCE DRILLING OPNS TEMPORARILY ABANDON CHANGE PLANS CASING TEST AND CEMENT JOB PULL OR ALTER CASING Multiple Completion OTHER: OTHER: 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. CLOSE INJ LINE TO WELL, RECOVER 1100 BBLS. PUMP 100 BBLS 10# BRINE DOWN TBG. 3. WELL ON SLIGHT VAC. PUMP 25 BBLS 10# BRINE DOWN TBG POOH W/ 129-2 7/8 JTS DUOLINE TBG AND ON/OFF TOOL. PKR @ 4025' 5. TAG PBTD @ 4332' 6. DUMP 120 GALS PEA GRAVEL. FLUSH W/ 40 BBLS 10# BRINE 7 RIH W/ SINKER BAR & TAG PEA GRAVEL @ 4205', DUMP 20' CMT ON GRAVEL 8 0 PSI, PUMP 100 BBLS 10# BRINE DOWN CSG. 5 BBLS PER MIN @ 200# *** SEE ATTACHED *** I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan SIGNATURE TITLE Administrative Associate DATE mon TYPE OR PRINT NAME TELEPHONE NO. Rebecca L. Larmon E-mail address: rebecca larmon@oxy.com 575-397-8247 For State Use Only OC DENICT SUPERVISOR/GENERAL MANAGE APPROVED BY TITLE DATE

- 10. TAG CMT TOP @ 4190'
- 11. SET PKR @ 4025'
- 12. CIRC 100 BBLS 10# PKR FLUID, TEST PKR AND CSG TO 540# FOR 15 MIN, HELD.
- 13. RUN H-5 ON CSG AND PKR
- 14. RD PU AND CLEAN LOCATION.

RU PU 10/24/08 RD PU 10/30/08

