

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

NMOCD ACOI 203-A

IN THE MATTER OF OXY USA INC.,

Respondent.

**AMENDED
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraph 3 of Agreed Compliance Order 203, the Director of the Oil Conservation Division ("OCD") hereby amends that order as follows:

FINDINGS

1. Agreed Compliance Order 203 ("ACOI 203" or "Order") requires OXY USA Inc. ("Operator") to return to compliance with OCD Rule 201 at least six of the wells identified in the Order by May 1, 2009 and file a compliance report by that date.

2. ACOI 203 further provides if Operator returns to compliance with OCD Rule 201 at least six of the wells identified in the Order by May 1, 2009 and files a timely compliance report, the OCD shall issue an amendment extending the terms of ACOI 203 for an additional six-month period, requiring Operator to return an additional six wells to compliance by that deadline. ACOI 203 provides that if, in any six-month period, Operator returns more wells to compliance than the number required under the Order for that six-month period, the wells in excess of the number required will count towards the Operator requirements for the next six-month period.

3. Operator filed a timely compliance report, and the OCD has verified that OCD records indicate that Operator has returned the following seventeen wells identified in the Order to compliance:

- 30-025-22931 AZTEC STATE COM NO. 002
- 30-025-29781 CENTRAL CORBIN QUEEN UNIT NO. 210
- 30-025-29768 CENTRAL CORBIN QUEEN UNIT NO. 213
- 30-025-29314 CENTRAL CORBIN QUEEN UNIT NO. 402
- 30-025-29333 CENTRAL CORBIN QUEEN UNIT NO. 602
- 30-015-25289 FEDERAL AC NO. 001
- 30-015-26373 FEDERAL AK NO. 001
- 30-015-20464 GOPOGO NO. 002
- 30-015-31944 HIGHLANDS 25 FEDERAL NO. 001
- 30-025-08197 MONSANTO STATE NO. 002
- 30-025-20907 MONSANTO STATE NO. 006

- 30-025-20910 MONSANTO STATE NO. 007
- 30-015-27237 PURE GOLD B FEDERAL NO. 003
- 30-015-31826 SARGENT CANYON 31 FEDERAL NO. 001
- 30-025-01573 STATE CL NO. 001
- 30-025-01575 STATE CL NO. 003
- 30-025-01577 STATE CL NO. 005

CONCLUSIONS

1. Operator has returned seventeen wells to compliance, exceeding its goal of returning six of the wells identified in the Order to compliance by May 1, 2009 and exceeding by five wells its goal of returning six additional wells identified in the Order to compliance in the second six-month period.

2. The OCD should amend ACOI 203 to extend its terms through May 1, 2010 and require Operator to return to compliance by that date one additional well from the Order not identified in Findings Paragraph 3, above, to complete its goal of returning six wells to compliance in that period.

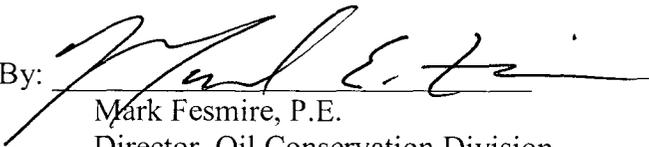
ORDER

1. Operator shall return to compliance by May 1, 2010 one well identified in the Order that is not identified in Findings Paragraph 3, above.

2. Operator shall file a written compliance report by May 1, 2010 identifying the well(s) it returned to compliance in the third period, stating the date the well(s) were returned to compliance, and stating how the well(s) were returned to compliance (returned to production or other beneficial use; wellbore plugged; or placed on approved temporary abandonment status). The report must be mailed or e-mailed to the OCD's Enforcement and Compliance Manager (email: daniel.sanchez@state.nm.us) and Assistant General Counsel (email: sonny.swazo@state.nm.us) so that it is received by compliance deadline May 1, 2010.

3. The terms of ACOI 203 otherwise remain in effect.

Done at Santa Fe, New Mexico this 21st day of April, 2009

By: 
 Mark Fesmire, P.E.
 Director, Oil Conservation Division