

PMX 8/4/00



580 WestLake Park Blvd.
Houston, TX 77079
PO Box 4294
Houston, TX 77210-4294
Phone: 281-552-1000

July 17, 2000

State of New Mexico
Energy, Minerals & Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, NM 87505

RE: Expansion of Pressure Maintenance Project
North Hobbs (Grayburg/San Andres) Unit
Hobbs; Grayburg – San Andres Pool
Well No. 111
Letter D, Section 33, T-18-S, R-38-E
Lea County, NM

Gentlemen:

Occidental Permian Limited Partnership respectfully requests administrative approval for expansion of the subject pressure maintenance project by converting North Hobbs (G/SA) Unit Well No. 111 from production to water injection. Administrative Order No. R-6199 granted November 30, 1979, authorized Shell Western E&P Inc. (Occidental Permian Limited Partnership's predecessor) to conduct the North Hobbs (G/SA) Unit pressure maintenance project within the Hobbs; Grayburg – San Andres Pool.

The following data is submitted in support of this request:

- Form C-108 with miscellaneous data attached
- Form C-102
- A map reflecting the location of the proposed injection well (No. 111). The map identifies all wells located within a two-mile radius of the proposed injector and has a one-half mile radius circle drawn around the proposed injection well which identifies the well's Area of Review.
- An injection well data sheet
- A tabulation of data on all wells of public record within the well's Area of Review



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- Schematics of plugged wells of public record within the well's Area of Review
- A list of Offset Operators and Surface Owners (these parties have been notified of this application by certified mail)
- An Affidavit of Publication and copy of the legal advertisement that was published in the county in which the well is located.

Your favorable consideration of our request will be appreciated. If you have any questions of a technical nature, please call David Nelson at (505) 397-8211. Otherwise, please call me at (281) 552-1158.

Very truly yours,

Mark Stephens

Mark Stephens
Business Analyst (SG)

CC: Oil Conservation Division
Hobbs District Office
1625 N. French Drive
Hobbs, NM 88240

State of New Mexico
Commissioner of Public Lands
P.O. Box 1148
Santa Fe, NM 87504-1148

Offset Operators (see attached list)

Surface Owners (see attached list)

Attachment To Form C-108
Miscellaneous Data

North Hobbs (Grayburg/San Andres) Unit
Well No. 111
Letter D, Section 33, T-18-S, R-38-E
Lea County, New Mexico

III. Well Data

- B.(5) Next higher oil zone -- Grayburg @ +/- 3700'
Next lower oil zone -- Glorieta @ +/- 5300'

VII. Proposed Operation

1. Average Injection Rate 1500 BWPD
Maximum Injection Rate 4000 BWPD
2. Closed Injection System
3. Average Injection Pressure 500 PSIG
Maximum Injection Pressure 805 PSIG (approx.)
(will not exceed 0.2 psi/ft. to top perforation)
4. Source Water – San Andres Produced Water
(Mitchell Analytical Laboratory analysis attached)

IX. Stimulation Program

Acid treatment of unitized perforations will be performed during conversion work

XI. Fresh Water Sample Analysis

(Laboratory Services, Inc. analysis attached – 1 ea. – only one active water well found within ½-mile radius of No. 111)

XII. Occidental Permian Limited Partnership affirms that available geologic and engineering data has been examined resulting in the finding of no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water.

Mitchell Analytical Laboratory

2638 Faudree
Odessa, Texas 79765-8538
561-5579

Water Analysis

Company.... Nalco/Exxon Energy Chemicals

Well # WIS DISCHARGE PUMP

Lease..... ALTURA NHU

Location...

Date Run... 11/08/1999

Lab Ref #.. 99-NOV-N05126

Sample Temp... 70.0

Date Sampled.. 11/05/1999

Sampled by.... Mike Athey

Employee # ... 27-008

Analyzed by... DANIEL

Dissolved Gasses

			Mg/L	Eq. Wt.	MEq/L
Hydrogen Sulfide	(H2S)		486.00	16.00	30.38
Carbon Dioxide	(CO2)	Not Analyzed			
Dissolved Oxygen	(O2)	Not Analyzed			

Cations

Calcium	(Ca++)		804.00	20.10	40.00
Magnesium	(Mg++)		195.20	12.20	16.00
Sodium	(Na+)		3,459.66	23.00	150.42
Barium	(Ba++)	Not Analyzed			
Manganese	(Mn++)	Not Analyzed			

Anions

Hydroxyl	(OH-)	Not Analyzed			
Carbonate	(CO3=)		0.00	30.00	0.00
Bicarbonate	(HCO3-)		1,869.66	61.10	30.60
Sulfate	(SO4=)		1,700.00	48.80	34.84
Chloride	(Cl-)		5,005.50	35.50	141.00
Total Iron	(Fe)		0.30	18.60	0.02
Total Dissolved Solids			13,520.32		
Total Hardness As CaCO3			2,810.32		
Conductivity MICROMHOS/CM			23,500		

pH 6.500 Specific Gravity 60/60 F. 1.009

CaSO4 Solubility @ 80 F. 46.63 MEq/L, CaSO4 scale is unlikely

CaCO3 Scale Index

70.0	0.190
80.0	0.310
90.0	0.530
100.0	0.530
110.0	0.790
120.0	0.790
130.0	1.090
140.0	1.090
150.0	1.370

Nalco/Exxon Energy Chemicals

APPLICATION FOR AUTHORIZATION TO INJECT

- I. PURPOSE: Secondary Recovery Pressure Maintenance Disposal Storage
Application qualifies for administrative approval? Yes No
- II. OPERATOR: Occidental Permian Limited Partnership
- ADDRESS: P.O. Box 4294, Houston, TX 77210-4294
- CONTACT PARTY: Mark Stephens, Rm. 338-B, WL2 PHONE: (281) 552-1158
- III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.
Additional sheets may be attached if necessary.
- IV. Is this an expansion of an existing project? Yes No
If yes, give the Division order number authorizing the project: R-6199 (11/30/79)
- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

NAME: Mark Stephens TITLE: Business Analyst (SG)
SIGNATURE: Mark Stephens DATE: July 17, 2000

* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal: Hearing October 3, 1979; Case No. 6653, Order No. R-6199.

III. WELL DATA

A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 2040 South Pacheco, Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.



Laboratory Services, Inc.
4016 Fiesta Drive
Hobbs, New Mexico 88240
Telephone: (505) 397-3713

Water Analysis

COMPANY Altura Energy Ltd.,

SAMPLE Fresh Water Well For Wells 33111 & 28131
SAMPLED BY

DATE TAKEN 5/9/00

REMARKS T18S-R38E-Sec 29, Qtr Sec. 4, 2, 1

Barium as Ba	0
Carbonate alkalinity PPM	40
Bicarbonate alkalinity PPM	216
pH at Lab	7.63
Specific Gravity @ 60°F	1
Magnesium as Mg	174
Total Hardness as CaCO ₃	300
Chlorides as Cl	155
Sulfate as SO ₄	115
Iron as Fe	0.1
Potassium	0.09
Hydrogen Sulfide	0
Rw	9.4
Total Dissolved Solids	850
Calcium as Ca	126
Nitrate	7.5

Results reported as Parts per Million unless stated

Langelier Saturation Index 0.05

Analysis by: Vickie Walker
Date: 6/6/00

DISTRICT I

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT IV
1600 Rio Bravos Rd., Artesia, NM 87510
DISTRICT IV
P.O. BOX 3000, SANTA FE, NM 87504-3000

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-12505	Pool Code 31920	Pool Name HOBBS; GRAYBURG - SAN ANDRES
Property Code 19520	Property Name NORTH HOBBS G/SA UNIT	Well Number 111
OGRID No. 157984	Operator Name Occidental Permian Limited Partnership	Elevation 3650

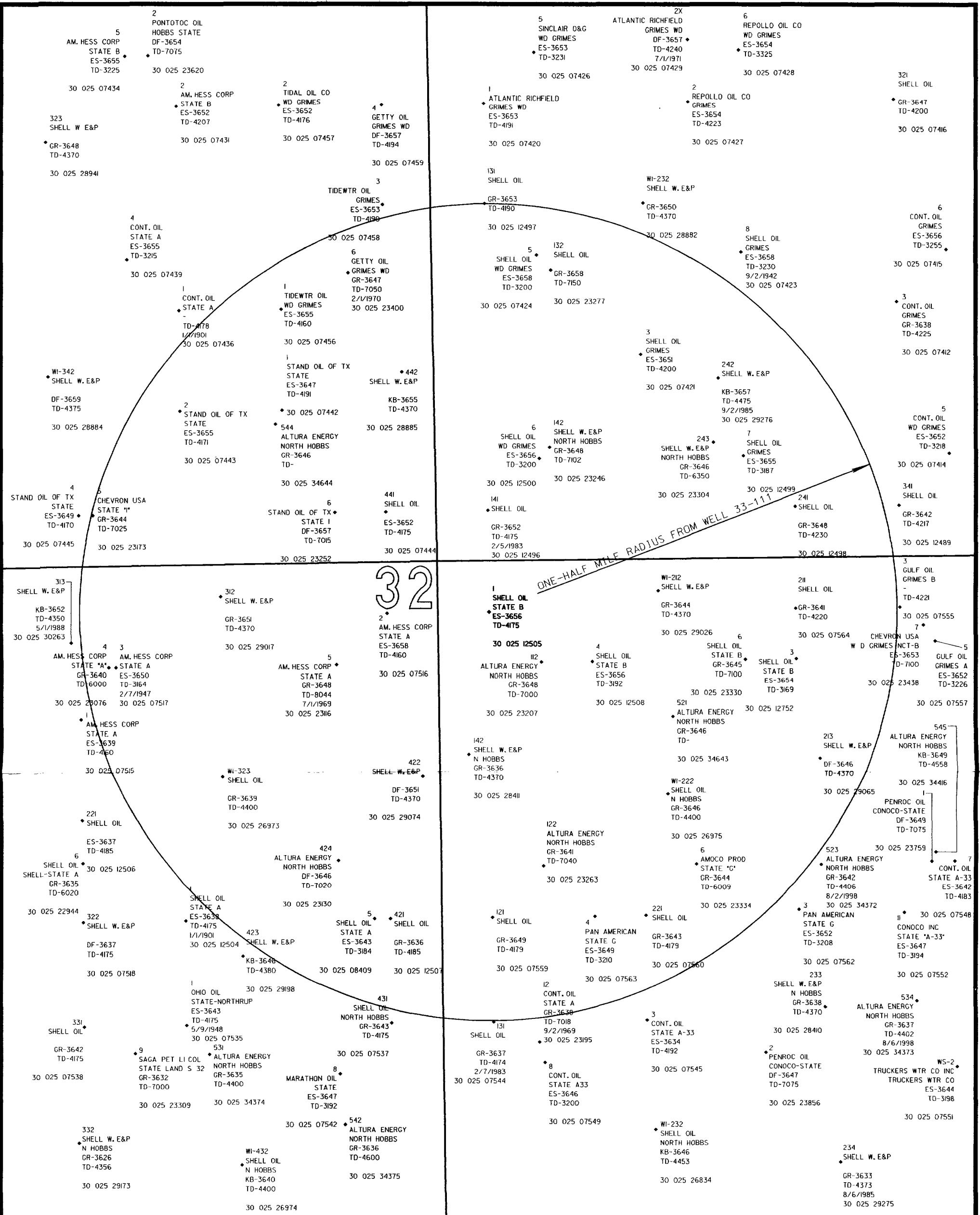
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	33	18 S	38 E		330	NORTH	330	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill		Consolidation Code		Order No.				

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Altura Energy Ltd.
ENERGY, LTD.

Area of Review Plat

NORTH HOBBS (GRAYBURG) SAN ANDRES) UNIT

WELL NO. 33-111

T-18-S, R-38-E

Lea County, New Mexico

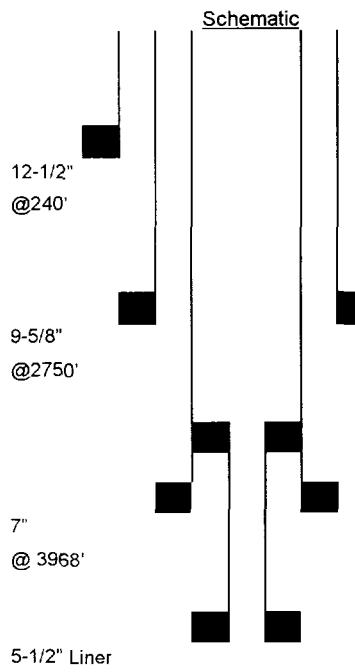
Scale: 1" = 600' 12-29-99 nm438a00.dgn - 12
Plot prepared by PJE Drafting, Inc.
For Horizon Survey, Inc.

NOTE:
WELL DATA DERIVED FROM THE PETROLEUM
INFORMATION - DATA MANAGEMENT SYSTEM,
WELL DATA SYSTEM PREPARED FOR AMOCO.

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

INJECTION WELL DATA SHEET

Operator	Occidental Permian Limited Partnership	Lease	North Hobbs G/SA Unit		County
Well No.	Footage Location	Section	Township	Range	Unit Letter
33-111	330' FNL & 330' FWL	33	18-S	38-E	D



<u>Tubular Data</u>					
<u>Surface Casing</u>					
Size	12-1/2"	Cemented with	200	sxs.	
TOC	SURF	Determined by	CIRC.		
Hole size _____					
<u>Intermediate Casing</u>					
Size	9-5/8"	Cemented with	600	sxs.	
TOC	SURF	Determined by			
Hole size _____					
<u>Long string Casing</u>					
Size	7"	Cemented with	225	sxs.	
TOC	2987'	Determined by	CALC-50% EFFIC		
Hole size _____					
<u>Liner</u>					
Size	5-1/2"	Cemented with	95	sxs.	
TOC	SURF	Determined by	CALC-50% EFFIC		
Hole size _____					
<u>Total depth</u> <u>4237'</u>					
<u>Injection interval</u>					
	4100	feet to	4300	feet	
<u>Completion type</u> <u>Perforated Casing</u>					

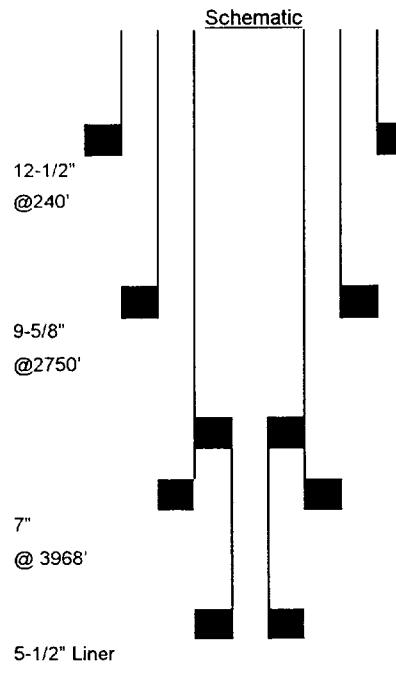
Tubing size	2-7/8"	lined with	Duoline (Fiberglass liner)	set in a
Guiberson – Uni VI	(brand and model)	packer at	4000'	feet

Other Data

- Name of the injection formation San Andres
- Name of field or Pool Hobbs
- Is this a new well drilled for injection? Yes No
If no, for what purpose was the well originally drilled? Producer
- Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail (sacks of cement or bridge plug(s) used)
2800' with 275 sxs cmt, 4011'-4021' with 275 sxs cmt,
4041'-4070' with 80 sxs cmt, 4130'-4220' with 61 sxs cmt
- Give the depth to and name of any overlying and/or underlying oil and gas zones (pools) in this area.
Grayburg - 3270, Glorieta - 5300

INJECTION WELL DATA SHEET

Operator	Occidental Permian Limited Partnership	Lease	North Hobbs G/SA Unit		County
Well No.	Footage Location	Section	Township	Range	Unit Letter
33-111	330' FNL & 330' FWL	33	18-S	38-E	D



Tubular Data		
<u>Surface Casing</u>		
Size	<u>12-1/2"</u>	Cemented with
TOC	<u>SURF</u>	Determined by
Hole size		
<u>Intermediate Casing</u>		
Size	<u>9-5/8"</u>	Cemented with
TOC	<u>SURF</u>	Determined by
Hole size		
<u>Long string Casing</u>		
Size	<u>7"</u>	Cemented with
TOC	<u>2987'</u>	Determined by
Hole size		
<u>Liner</u>		
Size	<u>5-1/2"</u>	Cemented with
TOC	<u>SURF</u>	Determined by
Hole size		
<u>Total depth</u>	<u>4237'</u>	

Injection interval 4100 feet to 4300 feet

Completion type **Perforated Casing**

Tubing size 2-7/8" lined with Duoline (Fiberglass liner) set in a
Guiberson – Uni VI (brand and model) packer at 4000' feet

Other Data

1. Name of the injection formation San Andres
2. Name of field or Pool Hobbs
3. Is this a new well drilled for injection? Yes No
 If no, for what purpose was the well originally drilled? Producer
4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail (sacks of cement or bridge plug(s) used)
2800' with 275 sxs cmt, 4011'-4021' with 275 sxs cmt,
4041'-4070' with 80 sxs cmt, 4130'-4220' with 61 sxs cmt
5. Give the depth to and name of any overlying and/or underlying oil and gas zones (pools) in this area.
Grayburg – 3270, Glorieta - 5300

OFFSET WELLS WITHIN ONE HALF MILE OF PROPOSED INJECTOR

FOR WELL 33111											
Well Name Operator	API No.	Sec.	T	R	Un	Drill Ltr Date	Well Type	TD or PBTD	Top Perf	Bot. Perf	Sqz. Perfs
											Csg. Size
28131 Altura	30-025-12497	28	-18S	-38E	L	9/30	P	4263	4048	3190-3202	12.5
									4124-4151	9.625	16
										7	12
											238
											2751
											3973
											3932-4233
											100
											3086-CBL
											3932-CBL
28132 Altura	30-025-23277	28	-18S	-38E	L	11/69	P	4257	4019	4144-4146	13.375
								PBTD	4158-4172	9.625	12
										3816	200
										1400	CIRC
											1922
											3611
											CIRC
28141 Altura	30-025-12496	28	-18S	-38E	M	9/30	P	4228	4066	4220	4033
								CIBP	4035	9.625	12
									4038	7	8.75
									4040	5	6.5
										4228	65
											2990
28142 Altura	30-025-23246	28	-18S	-38E	M	10/69	P	4030	3890	3968	NONE
								PBTD	4023-4026	13.375	17.5
									9.625	12	372
										12.25	3787
											1400
											CIRC
											CIRC**
											CIRC
28241 Altura	30-025-12498	28	-18S	-38E	N	9/34	P	4260	4061	4260	4004-4010
									4023-4026	12.5	16
										12	2770
										8.75	1800
											720
											3334
28242 Altura	30-025-29276	28	-18S	-38E	N	7/85	I	4423	4213	4347	NONE
								PBTD	9.625	17.5	40
									7	12	NA
										1509	CIRC
											CIRC
											CIRC
28243 Altura	30-025-23304	28	-18S	-38E	N	10//69	P	6300	5890	5967	4898
								PBTD	4904	9.625	12.25
									4910	7	8.75
										3602-6350	1400
											500
											CIRC
											CIRC
29441	30-025-07444	29	-18S	-38E	P	10/30	P	4211	4058	4266	4020-4028
										13.375	18
											232
											150
											CIRC**

** Denotes calculated TOC with 50% efficiency

OFFSET WELLS WITHIN ONE HALF MILE OF PROPOSED INJECTOR

Well Name Operator	API No.	Sec.	T	R	Un Ltr	Drill Date	Well Type	TD or PBTD	Top Perf	Bot. Perf	Sqz. Perfs	Csg. Size	Hole Size	Depth	No. of Sxs.	TOC	
29442 Altura	30-025-28885	29-18S	38E	P	2/85	I	4237	4065	4210	4031	13,375	17.5	40	NA	CIRC**		
							CIBP		4036	9,625	12.25	1536	5.5	3950	1400	3240-CBL	
										7	7.875	4172	22			4020	
29544 Altura	30-025-34644	29-18S	38E	P	7/99	P	4359	4124	4256	NONE	14	18	40	50	CIRC		
							PBTD			8,625	12.25	1565	5.5	4370	1100	CIRC	
										5.5	7.875	4400				CIRC	
32312 Altura	30-025-29017	32-18S	38E	B	12/84	P	4362	3945	4297	NONE	13,375	17.5	40	NA	NA		
							PBTD			8,625	12.25	1519	5.5	4369	650	CIRC	
										5.5	7.875	4369				CIRC	
32323 Altura	30-025-26973	32-18S	38E	G	12/80	I	4292	4062	4276	4293-4332	16	20	40	40	CIRC		
							PBTD			8,625	12.25	1600	5.5	4400	1000	CIRC	
										5.5	7.875	4400				3624-CBL	
32421 Altura	30-025-07517	32-18S	38E	H	8/30	P	4210	4092	4202	4046-4056	12.5	16	245	200	CIRC**		
							PBTD			4158-4192	9,625	12	2755	600	CIRC**		
										4203-4218	7	8.75	3950	225	2385-CBL		
											5.5	7.875	3916-4219	125	CIRC**		
32422 Altura	30-025-29074	32-18S	38E	H	3/85	P	4257	3874	4222	4047-4057	13,375	17.5	40	NA	NA		
							PBTD			4090	9,625	12.25	1538	425	CIRC		
										7	8.75	4369	570			1470	
32424 Altura	30-025-23130	32-18S	38E	H		P	5210	4128	4244	NONE	13,375	17.5	350	350	CIRC**		
							PBTD			8,625	12.25	3790		1300			
										5.5	7.875	3580-7015	650	3580**			
33121 Altura	30-025-07559	33-18S	38E	E	8/30	P	4279	4053	4223	NONE	12.5	16	184	NA	NA		
										9,625	11.75	2755				NA	
										7	8.75	3951	250			2632**	
											4.5	6.25	4279	175			2730-CBL

** Denotes calculated TOC with 50% efficiency

OFFSET WELLS WITHIN ONE HALF MILE OF PROPOSED INJECTOR

Well Name Operator	API No.	Sec.	T	R	Un	Drill	Well	TD or	Top	Bot.	Sqz.	Csg.	Hole	Depth	No. of Sxs.	TOC
				Ltr	Date	Type	PBTD	Perf	Perf	Perf	Size	Size	Size			
33131 Altura	30-025-07544	33-18S	-38E	L	9//30	P	4243	4050	4238	365	15.5	18	208	373	CIRC 1289	
							PBTD			928	9.625	12.25	2750	500	2870-CBL 3057	
33142 Altura	30-025-28411	33-18S	-38E	M	12//83	I	4296	4067	4236	4027	16	20	40	NA	CIRC CIRC 320-CBL	
							PBTD			4040	8.625	12.25	1540	750		
										4068-4116	5.5	7.875	4370	910		
33211 Altura	30-025-07564	33-18S	-38E	C	6//34	P	4223	4076	4222	3893-4008	12.5	16	296	150	CIRC** 3191**	
							PBTD				9.625	12.25	2760	150		
										7	8.75	3930	250	2601**		
											5.5	7.875	3884	250	3800-CBL	
											5.5	7.875	3887-4226	82	3887**	
33212 Altura	30-025-29026	33-18S	-38E	C	12//84	I	4327	4029	4231	NONE	13.375	17.5	40	40	CIRC CIRC CIRC	
							PBTD				8.625	12.25	1600	875		
											5.5	7.875	4370	900		
33213 Altura	30-025-29065	33-18S	-38E	C	2//85	P	4328	4027	4255	NONE	13.375	17.5	40	NA	NA	
							PBTD				8.625	12.25	1551	675		
											5.5	7.875	4370	775		
33221 Altura	30-025-07560	33-18S	-38E	F	9//30	I	4185	4047	4230	606	12.5	16	237	125	CIRC CIRC CIRC	
							CIBP			3145-3146	9.625	11.75	2770	400		
										4043-4052	7	8.75	4012	275		
											5	6.25	4242	100	2850-CBL	
33222 Altura	30-025-26975	33-18S	-38E	F	10//80	I	4322	4054	4276	4206-4210	16	20	40	40	CIRC CIRC CIRC	
							CIBP			4214-4218	8.625	12.25	1600	800		
											5.5	7.875	4400	1100		
33521 Altura	30-025-34643	33-18S	-38E	C	9//99	P	4360	4104	4260	NONE	14	18	40	50	CIRC CIRC** 4050-CBL	
							PBTD				8.625	12.25	1565	795		
											5.5	7.875	4400	1655		

** Denotes calculated TOC with 50% efficiency

OFFSET WELLS WITHIN ONE HALF MILE OF PROPOSED INJECTOR

Well Name Operator	API No.	Sec.	T	R	Un Ltr	Drill Date	Well Type	TD or PBTID	Top Perf	Bot. Perf	Sqz. Perfs	Csg. Size	Hole Size	Depth	No. of Sxs.	TOC
STATE B #6 Altura	30-025-23330	33	-18S	-38E	C	11//69	P	7062	6639	6931	5948-5956	13.375	17.5	350	300	CIRC CIRC** CIRC**
STATE G #6 Altura	30-025-23334	33	-18S	-38E	F	11//69	P	6441	6204	6148	450-452	11.75	17.5	420	540	CIRC
							PBTID				3410-3412	8.625	11	1831	370	1831-TS
											5930-5962	5.5	7.875	6009	400	3500-TS
											4	4.75	58.5-7041	75	5815**	
St A #4 Collins & Ware	30-025-23076	32	-18S	-38E	B	4//69	TA	5325	5375	5966	NA	11.75	15	380	350	CIRC 2400 5281**
							CIBP				8.625	11	3810	590		
											5.5	7.875	5998	325		
St A#5 Collins & Ware	30-025-23116	32	-18S	-38E	A	6//69	P	6954	6674	6936	NA	11.75	15	385	400	CIRC** 1099** 4772**
											8.625	11	3798	590		
											5.5	7.875	7000	501		
St I #5 Texland	30-025-23173	29	-18S	-38E	O	7//69	P	6970	6648	6930	NONE	8.625	12.25	3808	300	3418** CIRC** NA
											6.625	8.75	3575	530		
											5.5	7.875	7022	NA		
WD Grimes #6 Lewis B. Burleson	30-025-23400	29	-18S	-38E	I	2//70	P	7018	6631	6984	NONE	13.375	17.5	377	400	CIRC** CIRC** 3458**
							PBTID				9.625	12.25	3847	2300		
											7	8.75	7049	540		
St I #6 Texland	30-025-23252	29	-18S	-38E	P	8//69	P	6986	6652	6929	NA	9.625	12.25	3800	600	1905** CIRC** NA
											7	8.75	3549	700		
											5.5	7.875	7013	NA		
STATE B #3 Altura	30-025-12752	33	-18S	-38E	C	11//47	PA	3169	3158	3166	NONE	8.625	11	428	200	CIRC** CIRC**
											4.5	7.875	3124	850		

** Denotes calculated TOC with 50% efficiency

OFFSET WELLS WITHIN ONE HALF MILE OF PROPOSED INJECTOR

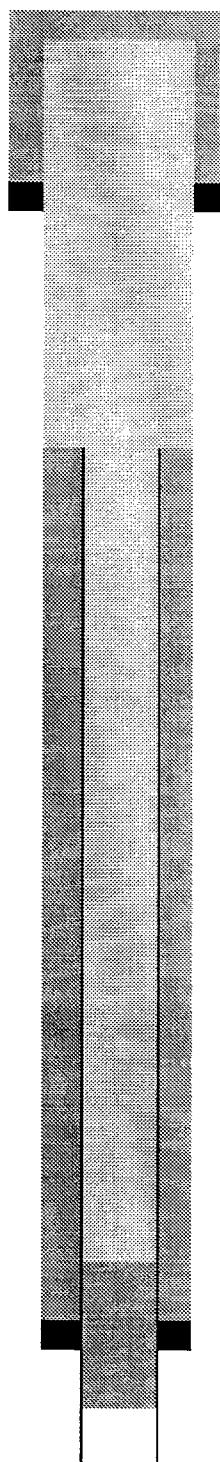
Well Name Operator	API No.	Sec.	T	R	Un Ltr	Drill Date	Well Type	TD or PBTD	Top Perf	Bot. Perf	Sqz. Perfs	Csg. Size	Hole Size	Depth	No. of Sxs.	TOC
STATE B #4 Altura	30-025-12508	33-18S	-38E	D	12//47	PA	3192	3145	3186	NONE	8.625	11	413	200	CIRC**	
STATE G #4 Altura	30-025-07563	33-18S	-38E	E	12//49	PA	3210	3187	3190	NONE	10.75	15	448	400	CIRC	
St A #3 Amerada	30-025-07517	32-18S	-38E	B	1//47	PA	3164	3149	3150	NA	7.625	13.75	221	200	CIRC**	
WD Grimes #5 Shell	30-025-07424	28-18S	-38E	L	7//47	PA	3150	3191	3197	NONE	8.625	11	409	195	CIRC**	
WD Grimes #6 Shell	30-025-12500	28-18S	-38E	M	7//47	PA	3090	3155	3161	NONE	8.625	11	411	600	CIRC**	
Grimes #7 Shell	30-025-12499	28-18S	-38E	N	8//47	PA	3000	3173	7176	NONE	8.625	11	397	200	CIRC**	
STATE A #5 Shell	30-025-08409	32-18S	-38E	H	10//48	PA	2200	NA	NA	NONE	8.625	11	391	200	CIRC**	
St #1 Std of Tx	30-025-07442	29-18S	-38E	P	8//30	PA	4191	3150	4191	NA	13.375	17.5	217	200	CIRC**	
St #2 Std of Tx	30-025-07443	29-18S	-38E	O	9//30	PA	4171	3155	4156	OH	9	12.25	2735	500	1473**	
WD Grimes #1 Tidewater	30-025-07456	29-18S	-38E	I	8//30	PA	4160	3168	3189	3259-61	12.5	17.5	236	200	CIRC**	
										3049-50	9.625	12.25	2712	600	273**	
											6.625	8.75	3826	300	2404**	

** Denotes calculated TOC with 50% efficiency

State Line
Shell
Unit C, NW/4
Sec 33, T-18S, R-38E

WELL PLUGGED:
3/30/51

Size: 8.625"
Depth: 428'
Hole size: 11"
Cmt: 200 sxs
TOC: Circ.- Calc.
50% efficiency



Spotted 10 sxs plug from 47 to surface.

Shot 4.5" off at 1250'

Hole filled with heavy mud.

Size: 4.5"
Depth: 3124'
Hole size: 7.875"
Cmt: 850 sxs
TOC:

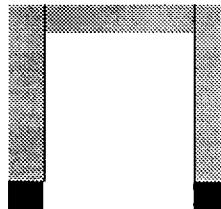
TD: 3169'

Spot 10 sxs plug from 3135 to 3000'

Shell
Unit D, 660 FNL & 990 FWL
Sec 33, T-18S, R-38E

WELL PLUGGED:
6/19/50

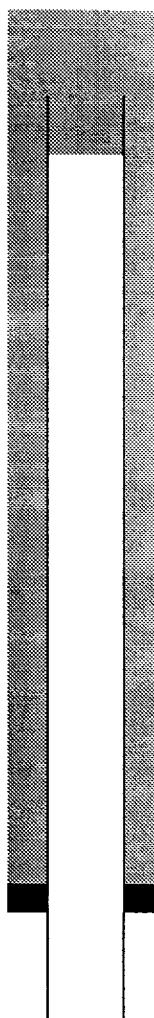
Size: 8.625"
Depth: 413'
Hole size: 11"
Cmt: 200 sxs
TOC: Circ.- Calc.
50% efficiency



Spotted 5 sxs at surface

Size: 4.5"
Depth: 3120'
Hole size: 7.875"
Cmt: 850 sxs
TOC:

TD: 3192'



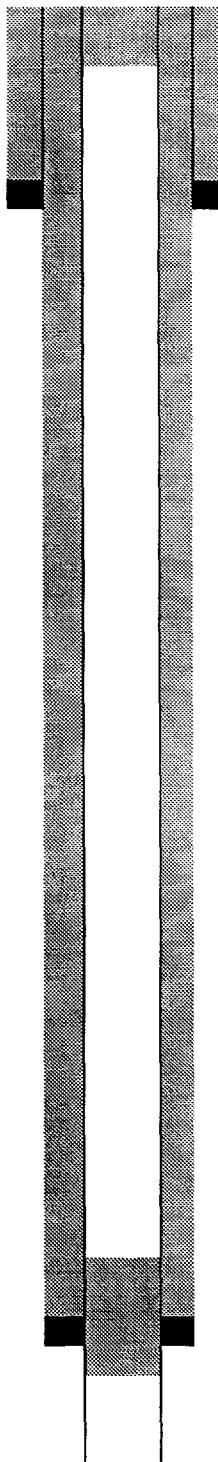
Spotted 8 sxs from 1225 to 1150'

Shot 4.5" csg off at 1215

Amoco
Unit E, 2310 FNL & 990 FWL
Sec 33, T-18S, R-38E

WELL PLUGGED:
3/9/71

Size: 10.75"
Depth: 448'
Hole size: 15"
Cmt: 400 sxs
TOC: Circ.



Spotted 10 sxs plug at surface

Size: 5.5"
Depth: 3108'
Hole size: 7.375"
Cmt: 800 sxs
TOC: Circ.

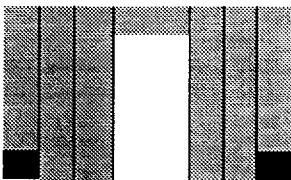
TD: 3210'

Spotted 25 sxs plug from 3210 to 3108

**WELL SCHEMATIC:
AMERADA STATE A #3**

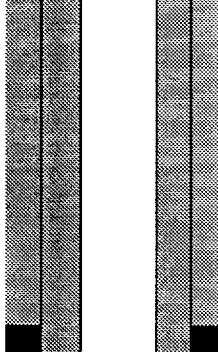
WELL PLUGGED:
4/27/59

10 $\frac{3}{4}$ "
221'
200 SX
TOC:SURF (C)



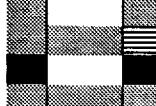
Spot 5 sx cmt plug at surf.

7 $\frac{5}{8}$ "
1570'
300 SX
TOC:SURF (C)



5 $\frac{1}{2}$ "
3170'
600 SX
TOC:CIRC

TD:3164

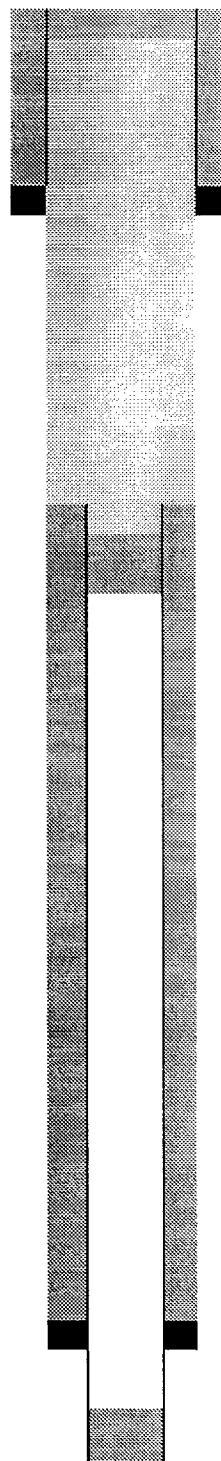


Spot 20 sx cmt plug from
2940' to 3100'.

Shell Oil Co.
Unit L, NW/4 of SW/4
Sec 28, T-18S, R-38E

WELL PLUGGED:
12/15/53

Size: 8.625"
Depth: 409'
Hole size: 11"
Cmt: 195 sxs
TOC: Circ.- Calc.
50% efficiency



Spotted 3 sxs plug at surface.

Hole filled with heavy mud.

Shot and pulled 4.5" from 1200'

Spotted 10 sxs plug at 1230'

Size: 4.5"
Depth: 1958'
Hole size: 7.875"
Cmt: 600 sxs
TOC:

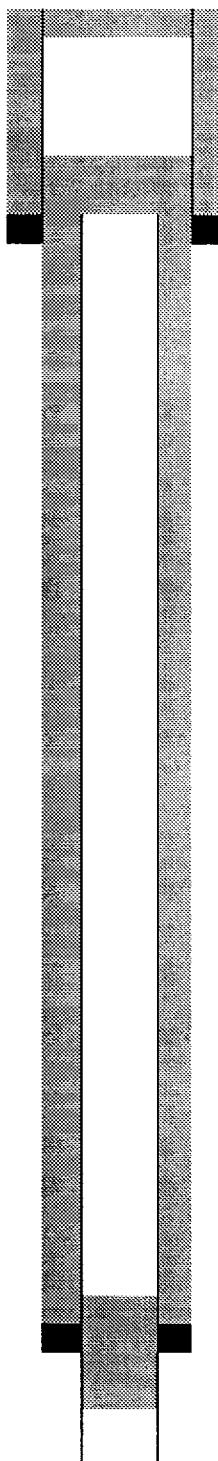
TD: 3200'

Spotted 10 sxs plug at 3150'

Shell Oil Co.
Unit M, SW/4 of SW/4
Sec 28, T-18S, R-38E

WELL PLUGGED:
10/24/53

Size: 8.625"
Depth: 411'
Hole size: 11"
Cmt: 200 sxs
TOC: Circ.- Calc.
50% efficiency



Spotted 5 sxs plug from 16' to surface

Spotted 5 sxs plug from 370-329'

Pulled 360' of 5.5" csg.

Size: 5.5"
Depth: 2778'
Hole size: 7.875"
Cmt: 1400 sxs
TOC:

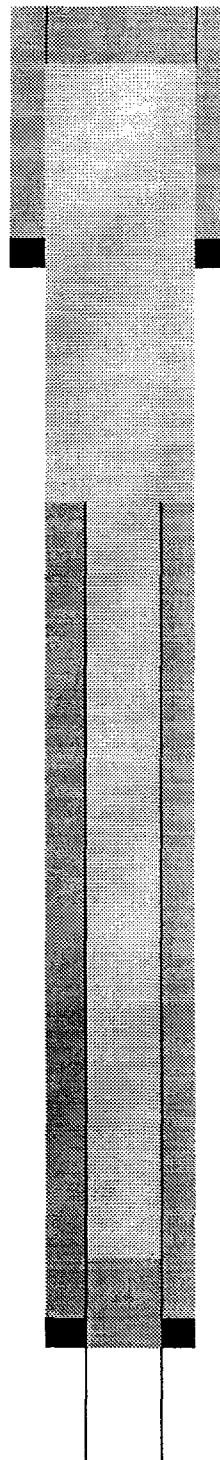
TD: 3200'

Spotted 6 sxs plug 3140-3090'

Shell Oil Co.
Unit N
Sec 28, T-18S, R-38E

WELL PLUGGED:
3/27/51

Size: 8.625"
Depth: 397'
Hole size: 11"
Cmt: 200 sxs
TOC: Circ.- Calc.
50% efficiency



Spotted 10 sxs plug 60' to surface.

Hole full of heavy mud.

Shot 4.5 csg off at 1150'

Size: 4.5"
Depth: 3126'
Hole size: 7.875"
Cmt: 850 sxs
TOC:

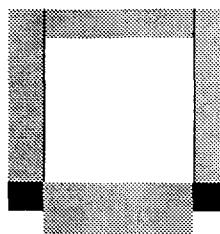
TD: 3187

Spotted 10 sxs plug 3120-3000'

Shell
Unit H, SE/4 of NE/4
Sec 32, T-18S, R-38E

WELL PLUGGED:
10/19/53

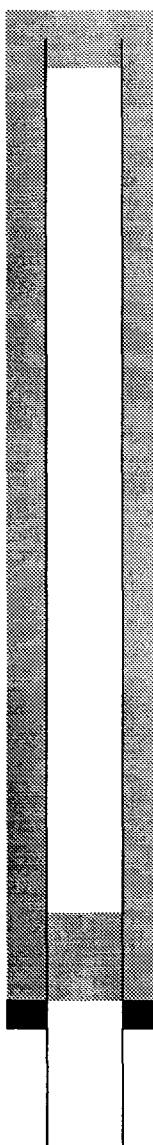
Size: 8.625"
Depth: 391'
Hole size: 11"
Cmt: 200 sxs
TOC: Circ.- Calc.
50% efficiency



Spotted 2 sxs plug at surface

Spotted 5 sxs plug from 400 to 384.

Spotted 5 sxs plug from 930-900
Pulled 920' of 5.5 csg.



Size: 5.5"
Depth: 3120'
Hole size: 7.75"
Cmt: 800 sxs
TOC:

TD: 3184'

Spotted 6 sxs plug from 3100-3060'

**WELL SCHEMATIC:
STD OF TX- STATE #1**

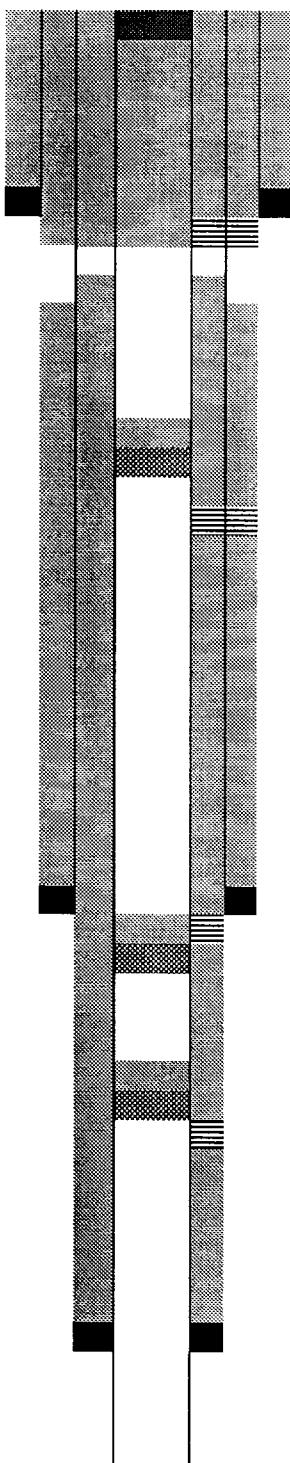
WELL PLUGGED:
11/25/89

13 3/8"
217'
200 SX
TOC: SURF (C)

9"
2735'
500 SX
TOC: 1220 (C)

6 5/8"
3907'
357 SX
TOC: SURF

TD: 4191'



Weld 1/2" plate on top.

Perf 6 5/8" and 9" at 267'.
Pumped 170 sx cmt down
Prod csg, circ cmt out
Intermediate and surf csg
Annuli. Cut off 6 5/8" csg 3'
Below GL. Cap w/ 1/2" plate
And valve wellbore.

Set cicr at 1404'.

Perf 6 5/8" and 9" at 1500'.
Sqzd perfs w/200 sx cmt.

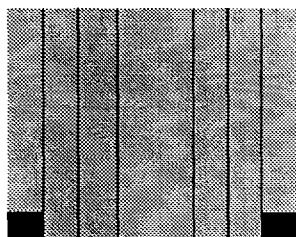
Perfd 6 5/8" csg at 2785'.
Sqzd perfs w/55 sx cmt.
Set cast iron cmt ret at 2681'.
Cap cmt ret w/35' cmt.

Capped CICR w/35' cmt to
3000'.
Set cast iron cmt ret at 3060'.
Sqzd perfs w/106 sx to 3000'.
Perfs at 3138' to 3241'.

**WELL SCHEMATIC:
CHEVRON STATE #2**

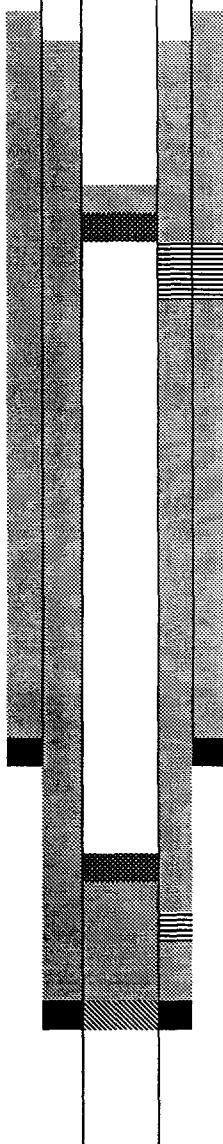
WELL PLUGGED:
12/5/89

13"
225'
150 sx
TOC: NA



Sqzd perfs at 292' with 220
sx. Circ to surface

9 5/8"
2810'
725 sx
TOC:



Set cicr at 1404' and capped
With cmt.
Perf'd at 1500'.
Sqzd perfs at 1500' with 300
sx

7"
3951'
300 sx
TOC: 1240 (C)
PBTD: 3072'

Set cicr at 2744'.
Perfs sqzd at 2852', sqzd
With 55 sx.
Dumped 35' cmt onto CIBP.
CIBP at 3072'

**WELL SCHEMATIC:
GETTY WD GRIMES #1**

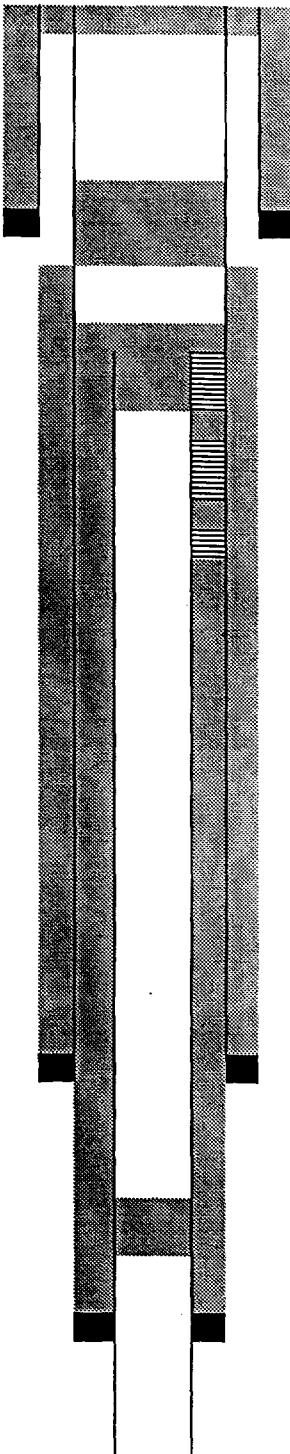
WELL PLUGGED:
7/25/68

12 1/2"
236'
200 SX
TOC: SURF (C)

9 5/8"
2712'
600 SX
TOC: 273 (C)

7"
3826'
300 SX
TOC: 800 FP

TD:4160'



LIST OF OFFSET OPERATORS & SURFACE OWNERS

North Hobbs (Grayburg/San Andres) Unit
Well No. 111
Letter D, Section 33, T-18-S, R-38-E
Lea County, New Mexico

Offset Operators

Occidental Permian Limited Partnership
P.O. Box 4294
Houston, TX 77210-4294

Texland Petroleum-Hobbs, LLC
500 Throckmorton, Suite 3100
Ft. Worth, TX 76102-3818

Collins & Ware, Inc.
508 West Wall, Suite 1200
Midland, TX 79701

Lewis B. Burleson, Inc.
P.O. Box 2479
Midland, TX 79702

Surface Owner

State of New Mexico
Commissioner of Public Lands
P.O. Box 1148
Santa Fe, NM 87504-1148

Thank you for using Return Receipt Service.

SENDER: <ul style="list-style-type: none">■ Complete items 1 and/or 2 for additional services.■ Complete items 3, 4a, and 4b.■ Print your name and address on the reverse of this form so that we can return this card to you.■ Attach this form to the front of the mailpiece, or on the back if space does not permit.■ Write "Return Receipt Requested" on the mailpiece below the article number.■ The Return Receipt will show to whom the article was delivered and the date delivered.		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
3. Article Addressed to: Texland Petroleum-Hobbs, LLC 500 Throckmorton, Suite 3100 Ft. Worth, TX 76102-3818	4a. Article Number P 436 313 654	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) X	7. Date of Delivery	

PS Form 3811, December 1994

102595-97-B-0179 Domestic Return Receipt

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3. Article Addressed to: Collins & Ware, Inc. 508 W. Wall, Suite 1200 Midland, TX 79701	4a. Article Number P 436 313 652	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) X	7. Date of Delivery	

PS Form 3811, December 1994

102595-97-B-0179 Domestic Return Receipt

AFFIDAVIT OF PUBLICATION

State of New Mexico,
County of Lea.

I, KATHI BEARDEN

Publisher

of the Hobbs News-Sun, a
newspaper published at
Hobbs, New Mexico, do solemnly
swear that the clipping attached
hereto was published once a
week in the regular and entire
issue of said paper, and not a
supplement thereof for a period.

of 1

weeks.

Beginning with the issue dated

December 31 1999

and ending with the issue dated

December 31 1999

Kathi Bearden

Publisher

Sworn and subscribed to before

me this 3rd day of

January 2000

Godi Henson

Notary Public.

My Commission expires
October 18, 2000
(Seal)

This newspaper is duly qualified
to publish legal notices or adver-
tisements within the meaning of
Section 3, Chapter 167, Laws of
1937, and payment of fees for
said publication has been made.

LEGAL NOTICE

December 31, 1999

Notice is hereby given of the application of Altura Energy LTD, Attn: Mark Stephens, P.O. Box 4294, Rm. 338-B, Houston, TX 77210-4294 (281/552-1158), to the Oil Conservation Division, New Mexico Energy, Minerals and Natural Resources Department, for approval of the following injection wells for the purpose of secondary recovery:

Pool Name: Hobbs; Grayburg-San Andres
Lease/Unit Name: North Hobbs G/SA Unit
Well No. 231
Loc.: 2310' FSL & 2310' FWL, Unit Letter K, Sec. 19, T-18-S, R-38-E, Lea Co., NM
Well No. 422
Loc.: 2310' FNL & 330' FWL, Unit Letter H, Sec. 24, T-18-S, R-37-E, Lea Co., NM
Well No. 431
Loc.: 2310' FSL & 330' FEL, Unit Letter I, Sec. 25, T-18-S, R-37-E, Lea Co., NM
Well No. 131
Loc.: 2310' FSL & 330' FWL, Unit Letter L, Sec. 28, T-18-S, R-38-E, Lea Co., NM
Well No. 332
Loc.: 2470' FNL & 1800' FEL, Unit Letter G, Sec. 28, T-18-S, R-38-E, Lea Co., NM
Well No. 231
Loc.: 2310' FSL & 1650' FWL, Unit Letter K, Sec. 29, T-18-S, R-38-E, Lea Co., NM
Well No. 321
Loc.: 2310' FNL & 1650' FEL, Unit Letter G, Sec. 29, T-18-S, R-38-E, Lea Co., NM
Well No. 223
Loc.: 1770' FNL & 2405' FWL, Unit Letter F, Sec. 30, T-18-S, R-38-E, Lea Co., NM
Well No. 411
Loc.: 330' FNL & 3300' FEL, Unit Letter A, Sec. 30, T-18-S, R-38-E, Lea Co., NM
Well No. 211
Loc.: 440' FNL & 2310' FWL, Unit Letter C, Sec. 31, T-18-S, R-38-E, Lea Co., NM
Well No. 144
Loc.: 765' FSL & 1175' FWL, Unit Letter M, Sec. 32, T-18-S, R-38-E, Lea Co., NM
Well No. 312
Loc.: 210' FNL & 1400' FEL, Unit Letter B, Sec. 32, T-18-S, R-38-E, Lea Co., NM
Well No. 431
Loc.: 2310' FSL & 330' FEL, Unit Letter I, Sec. 32, T-18-S, R-38-E, Lea Co., NM
Well No. 111
Loc.: 330' FNL & 330' FWL, Unit Letter D, Sec. 33, T-18-S, R-38-E, Lea Co., NM
Well No. 211
Loc.: 330' FNL & 2310' FWL, Unit Letter C, Sec. 33, T-18-S, R-38-E, Lea Co., NM

The injection formation is the Hobbs; Grayburg - San Andres Pool between the intervals of +/- 3700' and +/- 5300' below the surface of the ground. Expected maximum injection rate is 4000 BWPD and the expected maximum injection pressure is approximately 805 psi. Interested parties must file objections or requests for hearing with the Oil Conservation Division, 2040 S. Pacheco, Santa Fe, NM 87505 within fifteen (15) days.
#17073

02101173000 02533892
altura
P. O. Box 4294
Houston, TX 77210-4294