

Susana Martinez

Governor

HOBBS OCD

John H. Bemis Cabinet Secretary

MAR 0 1 2012

Jami Bailey
Division Director
Oil Conservation Division

OR CONSEDITION OF

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

RECEIVED

March 1, 2012

Occidental Permian, Ltd. Attn: Mr. Jerad Brockman 5 Greenway Plaza, Suite 110 Houston, TX 77046

Re: North Hobbs Grayburg-San Andres Pressure Maintenance Project

NORTH HOBBS G/SA UNIT Well No. 442 (API No. 30-025-29098) Unit P, Section 25, T18S, R37E, NMPM, Lea County Grayburg/San Andres Pool (31920)

You have submitted a request on behalf of Occidental for clarification of the allowable packer setting depth.

Your sundry states the new packer setting depth is 3866 feet while the existing permit states the allowable packer setting depth is to be within 100 feet of the uppermost injection perforation or approximately 4063 feet.

Your records indicate the top of the Grayburg-San Andres unitized interval in this well is 3786 feet. Your requested packer seat is well within the Grayburg-San Andres unitized interval.

Your new packer seat at 3866 feet is hereby approved.

Sincerely,

Jami Bailey Director

CC:

Oil Conservation Division - Hobbs

File: API No. 30-025-29098

