State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised June 10, 2003

District I 1625 N French Dr , Hobbs, NM 88240 District II 1301 W Grand Avenue, Artesia, NM 88210

District III

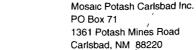
1000 Rio Brazos Rd , Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit to Appropriate District Office

5 Copies

1000 Rio Brazos Rd , Aztec, NM 87410 Santa Fe, NM 87505 AUG 0 2 2007											3 cop .c s		
District IV 1220 S. St Francis	Dr., Santa	a Fe, NM 8750	5						RTESIA		AMEN	DED REPORT	
I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT													
Operator name	and Addre		3402011	0111323					² OGRID				
OXY USA WT							102462						
P.O. Box 5		³ Reason for Fi					192463 ling Code/Effective Date						
Midland, T							AG - RT-1000bb7						
4 API Number							6 Pool Code						
30-0	loci anat	ignated Malaga Morrow					80920						
7 Property Code	15-355		8 Property		<u>ies i gila c</u>	graced Haraga Horrow				9 Well Number			
36275						(Y Mossberg Federal 1Y							
10		Location	<u> </u>		<u> </u>	AT HOSSich & Federal							
UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the		North/South Line		Feet from th	e East/	West line	County	
M	28	245	28E		725		south		809	"	est	Eddy	
							1 300011		003		I HOST I LUUY		
Bottom Hole Location UL or lot no. Section Township Range Lot. Idn Feet from the North/South Line Feet from the East/W									West line	County			
		1									}	•	
12 Lse Code	13 Produ	cing Method C	ode 14 Gas	Connection Date	15 C-1	C-129 Permit Num		r 1	6 C-129 Effec	tive Date	17 C-1	29 Expiration Date	
F		F		7/25/07									
III. Oil and	Gas Tr	ansporters											
18 Transporte	er	19	Transporter Name			20 POD 21 O/G			POD ULSTR Location				
OGRID			and Address							aı	and Description		
15694		vajo Refi	_	ing Co.									
P.O. Box 159 Artesia, NM													
152406													
		0 N. Coit											
Richardson, TX 75080													
IV Produce	od Wate												
IV. Produced Water 23 POD 24 POD ULSTR Location and Description													
100 destriction and Description													
V. Well Cor	mpletio	n Data											
25 Spud Dat			ady Date	v Date 27 TD			28 PBTD			rforations 30 DHC, MC			
3/31/07		7/6/07	12935			12890'			-12498'		2110, 1110		
31 Hole Size		32 Casu		33 Depth Set			12310		34 Sacks C	ement			
26" -	" - 13-3/8"	12 2/0"			- 659'		1120sx - 1220sx						
		9-5/8"											
12-1/4"					2727'					1300sx			
8-3/4"					10078				1550sx				
	-1/8"			4-1/2"			8025	- 12933 '		420sx			
VI. Well Te				37 Test Date									
35 Date New Oil 36 Gas Deliver		ery Date	e	38 Test Length			³⁹ Tbg. Pressure ⁴⁰ Csg. Pressu		Csg. Pressure				
		7/25											
41 Choke Size 42		⁴² Oıl		T	⁴⁴ Gas			45 AOF 46 Test Met		est Method			
47 I hereby certify	that the ru	iles of the Oil (onservation D	Division have been	43- 2			OII CO	NSERVAT	ION DIV	SION		
complied with and best of my knowled	dge and be	elief	above is true	and complete to	11			OIL CO	HOLKVAI	TOIN DIV	DIOIN	ll l	
Signature.	App	Approved by REVAN G. ARRANT											
Printed name.	Titl	Title: BISTRICT II GEOLOGIST											
David Stewart								1,101					
Title. Sr. Regulatory Analyst						roval Da	te [.]	7		A	NUG 0	6 2007	
Email			TRAF	VŠPODTI	<u>`</u>								
david_stewart@oxy.com							TRANSPORTERS TO HONOR TESTING ALLOWABLE FOR 30 DAYS ONLY						
Date:						OIL CONSERVATION DIVISION							
<u> </u>		Ann Antonio 1120 BALL MA SRAMA											



www.mosaicco.com

Tel 505-887-2871 Fax 505-887-0589



July 16, 2007

30 - 015 - 35674 J. W. Melloy Associates, Inc.

J. W. Melloy Associates, Inc. 508 West Wall, Suite 700 Midland, TX 79701

Dear Mr. Melloy:

We have received your letters dated May 25, 2007 and June 29, 2007 requesting a total of 9 well locations in Section 2 of T-23-S, R-31-E. In general these location are not detrimental to potash production as they are outside our know reserves. However, Well #6 located 660 FNL & 660 FWL is in a corridor designated for access around WIPP needed to mine reserves to the north. Mosaic has no objection to wells #1, #2, #3, #4, #5, #7, #8, or #9 at their indicated locations but we must currently object to the location of the #6 well.

As more information becomes available, our estimates of the value and extent of potash resources in any given area (as well as the mine plan to access reserves) may change. Therefore, please consider this "objection" to this location and these "no objection" to the remaining locations to be valid for one year only. If you are still considering these well locations at a date later than one year from today, notify us again at that time so we can make the decision on information current at that time. Do not consider a "no objection offered" or an "objection offered" decision to be permanent.

Sincerely,

Dan Morehouse Mine Engineering Superintendent

cc: Don Purvis Pete Livingstone Bryan Arrant