

PNRM 0527753277

C-103 Received 9-27-2005

DHC No. Assigned 10-4-2005

Order Number

HOB-0126

API Number

30-025-37198

Operator

OXY USA WTP Limited Partnership

County

Lea

Order Date

Well Name

Miller

Number

001

M

UL

7

Sec

Location

205

T (+Dir)

38E

R (+Dir)

Pool 1

47090

Monument Tubb

Oil %

37%

Gas %

85%

Pool 2

47505

Nadine Drinkard, West

63%

15%

Pool 3

Pool 4

Comments:

Work completed effective
Work cancelled effective
Supplement

Posted to
RBDM
10-4-2005

DOWNHOLE COMMINGLE CALCULATIONS: 30-025-37190

OPERATOR: J & K U & A WTP HOB-0126

PROPERTY NAME: Limited Partnership
Miles

WNULSTR: 1-M, 7-20-38

47090

SECTION I: ALLOWABLE AMOUNT
POOL NO. 1 Monument Tubb 222 2220 MCF 10000

47505

POOL NO. 2 Nadine Drinkard, West 142 852 MCF 6000

POOL NO. 3 _____ MCF

POOL NO. 4 _____ MCF
POOL TOTALS 364 3072

SECTION II: Oil Gas
POOL NO. 1 Monument Tubb 37% 85%

POOL NO. 2 Nadine Drinkard, West 63% X 364 = 229.32 15%

POOL NO. 3 _____

POOL NO. 4 _____

OIL

GAS

SECTION III:
142 ÷ 63% = 225.39 (226) _____

SECTION IV:
226 X 37% = 83.62 (84) _____

226 X 63% = 142.38 (142) _____

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 87240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

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

WELL API NO. 30-025-37190
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: Miller
8. Well Number 1
9. OGRID Number 192463
10. Pool name or Wildcat West Nadine Drinkard
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3560'
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-104) FOR SUCH PROPOSALS.)

1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
 OXY USA WTP Limited Partnership

3. Address of Operator
 P.O. Box 50250 Midland, TX 79710-0250

4. Well Location
 Unit Letter M : 460 feet from the south line and 660 feet from the west line
 Section 7 Township 20S Range 38E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3560'

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK PLUG AND ABANDON

TEMPORARILY ABANDON CHANGE PLANS

PULL OR ALTER CASING MULTIPLE COMPLETION

OTHER: DHC-Pre-approved Pools - R-11363

SUBSEQUENT REPORT OF:

REMEDIAL WORK ALTERING CASING

COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT

CASING TEST AND CEMENT JOB

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.

See Attachment

DHC Order No. HOB-0126

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 David Stewart TITLE Sr. Regulatory Analyst DATE 9/23/05
 E-mail address: david_stewart@oxy.com
 Telephone No. 432-685-5717

Print name David Stewart

For State Use Only

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE OCT 04 2005

Conditions of Approval, if any:

District I
1625 N French Drive, Hobbs, NM 88240

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107A
Revised June 10, 2003

District II
1301 W. Grand Avenue, Artesia, NM 88210

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

APPLICATION TYPE

District III
1000 Rio Brazos Road, Aztec, NM 87410

Single Well
 Establish Pre-Approved Pools
EXISTING WELLBORE
 Yes No

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

APPLICATION FOR DOWNHOLE COMMINGLING

OXY USA WTP Limited Partnership P.O. Box 50250 Midland, TX 79710-0250
Operator Address
Miller 1 M - 7 - 20S - 38E Lea
Lease Well No. Unit Letter-Section-Township-Range County
OGRID No. 192463 Property Code 34748 API No. 30-025-37190 Lease Type: Federal State Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Monument Tubb		West Nadine Drinkard
Pool Code	47090		47505
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	6404-6565'		6975-6982'
Method of Production (Flowing or Artificial Lift)	Artificial Lift		Artificial Lift
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)			
Oil Gravity or Gas BTU (Degree API or Gas BTU)	38.2		38.2
Producing, Shut-In or New Zone	Producing		Producing
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: 7/18/05 Rates: 28/426/31	Date: Rates:	Date: 7/15/05 Rates: 28/426/31
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil 37 % Gas 85 %	Oil % Gas %	Oil 63 % Gas 15 %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes No
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes No

Are all produced fluids from all commingled zones compatible with each other? Yes No

Will commingling decrease the value of production? Yes No

If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? Yes No

OCOD Reference Case No. applicable to this well: Rule 303C(5)

- Attachments:
- C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
 - Production curve for each zone for at least one year. (If not available, attach explanation.)
 - For zones with no production history, estimated production rates and supporting data.
 - Data to support allocation method or formula.
 - Notification list of working, royalty and overriding royalty interests for uncommon interest cases.
 - Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

- List of other orders approving downhole commingling within the proposed Pre-Approved Pools
- List of all operators within the proposed Pre-Approved Pools
- Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.
- Bottomhole pressure data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE David Stewart TITLE Sr. Regulatory Analyst DATE 9/9/05

TYPE OR PRINT NAME David Stewart TELEPHONE NO. (432) 685-5717

E-MAIL ADDRESS david_stewart@oxy.com

Nelda Morgan - 505-393-0720

State of New Mexico

DISTRICT I

1825 N. FRANCHIS DR., MORGAN, NM 87840

Energy, Minerals and Natural Resources Department

Form C-102

DISTRICT II

201 W. GRAND AVENUE, ALBERNI, NM 86810

OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Submit to Appropriate District Office

Revised JUNE 10, 2003

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT III

1000 Rio Brazos Rd., Araco, NM 87410

DISTRICT IV

1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number 30-025-37190	Pool Code 47090	Pool Name Monument Tubb
Property Code 34748	Property Name MILLER	Well Number 1
OGED No. 192463	Operator Name OXY USA WTP Limited Partnership	Elevation 3560'

Surface Location

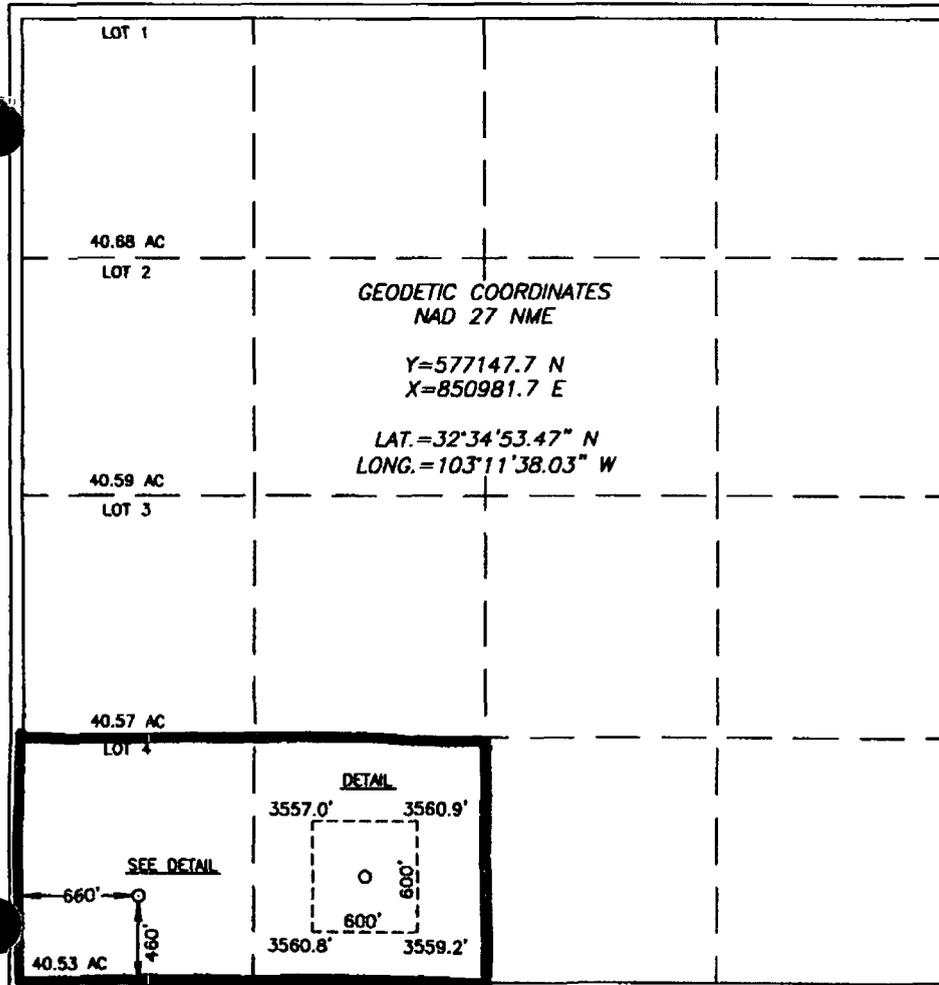
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
4	7	20-S	38-E		460	SOUTH	660	WEST	LEA

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 80	Joint or Infill N	Consolidation Code	Order No.
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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



OPERATOR CERTIFICATION

I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.

David Stewart
Signature

David Stewart
Printed Name

Sr. Regulatory Analyst
Title

3/30/05
Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

MARCH 30, 2005

Date Surveyed DEL

Signature Seal of Professional Surveyor

ATTN: Donna Mull

State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I

1825 N. FRENCH DR., MORGAN, NM 87340

DISTRICT II

1204 W. GRAND AVENUE, ARTISMA, NM 86210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1825 S. ST. FRANCIS DR., SANTA FE, NM 87505

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised JUNE 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number 30-025-37190	Pool Code 47505	Pool Name West Nadine Drinkard
Property Code 34748	Property Name MILLER	Well Number 1
OGED No. 192463	Operator Name OXY USA WTP Limited Partnership	Elevation 3560'

Surface Location

UL or lot No.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
4	7	20-S	38-E		460	SOUTH	660	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres 40	Joint or Infill N	Consolidation Code	Order No.
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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

LOT 1 40.68 AC	<p>GEODEIC COORDINATES NAD 27 NME</p> <p>Y=577147.7 N X=850981.7 E</p> <p>LAT.=32°34'53.47" N LONG.=103°11'38.03" W</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>David Stewart</i> Signature David Stewart Printed Name Sr. Regulatory Analyst Title 7/27/05 Date</p>
LOT 2 40.59 AC		
LOT 3 40.57 AC		
LOT 4 40.53 AC		

DETAIL

SEE DETAIL

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.

MARCH 30, 2005

Date Surveyed DEL

Signature of Gary E. Edson
Professional Surveyor
GARY E. EDSON
NEW MEXICO
05.11.0421
4/6/05

Certificate No. GARY EDSON 12841