

CITY OF HOBBS

RESOLUTION NO. 5987

A RESOLUTION SUPPORTING  
THE APPLICATION AND PERMIT PROCESS FOR OXY  
TO EXTEND CO2 FLOOD TO THE SOUTH HOBBS PROJECT AREA

**WHEREAS**, Occidental Permian Ltd (Oxy) and its predecessors have been members of the Hobbs community since the 1930's producing oil and natural gas in a safe and environmentally friendly manner;

**WHEREAS**, Oxy is the largest producer of crude oil in the Permian Basin, employing more than 9,000 employees and in 2011, paid more than \$68 million in royalties on production from its New Mexico oil and natural gas properties;

**WHEREAS**, Oxy is a leader in carbon dioxide (CO2) flooding with 30 years of experience in applying this technology safely and effectively;

**WHEREAS**, Oxy is proposing to replicate what it has accomplished in its North Hobbs field through CO2 flooding in its South Hobbs field which could extend the life of the oil field as much as 30 years;

**NOW, THEREFORE, BE IT RESOLVED**, that the City of Hobbs agrees with the application and permit processes and approves the project to extend the CO2 flood to the South Hobbs Project Area.

PASSED, ADOPTED AND APPROVED this 15<sup>th</sup> day of April, 2013.



SAM D. COBB, Mayor

ATTEST:



JAN FLETCHER, City Clerk

BEFORE THE OIL CONSERVATION  
COMMISSION  
Santa Fe, New Mexico  
Exhibit No. 7  
Submitted by: OXY  
Hearing Date: May 9, 2013