



3106 N. Big Spring St. Ste. 100
Midland, TX 79705
Tel: (432) 685-9158

December 28, 2006

Oxy USA WTP LP
P. O. Box 4294
Houston, TX 77210-4294

RE: Rule 104 Notification to Multiple Operators in Shared Proration Unit
for Permit to Drill New Well
Oxy Checker State #2
1980' FNL & 660' FWL, Unit E
Sec 8, T19S, R29E, Eddy County, NM
Turkey Track Canyon

Dear Sirs:

Bold Energy, LP is planning to drill the above referenced well on a 320-acre proration unit containing the W/2 of Section 8, as shown on the attached plat, which is shared by the 320-acre proration unit occupied by the Oxy Checker State #1 and operated by Oxy USA. In compliance with New Mexico State Rule 104, addressing multiple operators sharing the same proration unit, Bold hereby gives official notification twenty (20) days in advance of submitting the Application to Drill to the New Mexico Oil Conservation Division. If no written objection is received to Bold Energy, LP within the twenty days of receipt of this notification, the application will be submitted.

An administrative approval may be obtained if non-objection waivers are included with the application. Bold Energy, LP respectfully requests that, if you have no objection, you sign below and return this letter at your earliest convenience. If you have any questions, or if there is anything I can do to expedite this request, please contact me at (432) 685-9158. Thank you.

A handwritten signature in cursive script, appearing to read 'Denise Menoud'.

Denise Menoud, Regulatory Specialist
Gray Surface Specialties,
Agent for Bold Energy, LP

Oxy USA WTP, LP has no objection to the 320-acre proration unit assignment to the above well drilling application.

(Signature and Title)

(Date)

Oil Conservation Commission
Case No. _____
Exhibit No. 3

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Elko Avenue Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised March 17, 1999

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-015-29463		2 Pool Code		3 Pool Name Undesignated Wolfcamp	
4 Property Code 20665		5 Property Name Oxy Checker State Com.			6 Well Number 1
7 O&G No. 16696		8 Operator Name OXY USA Inc.			9 Elevation 3379

10 Surface Location

11 UL or lot no. L	12 Section 8	13 Township 19S	14 Range 29E	15 Lot No.	16 Feet from the 1650	17 North/South line South	18 Feet from the 660	19 East/West line West	20 County Eddy
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11 Bottom Hole Location If Different From Surface

21 UL or lot no.	22 Section	23 Township	24 Range	25 Lot No.	26 Feet from the	27 North/South line	28 Feet from the	29 East/West line	30 County
31 Dedicated Acres 320									
32 Joint or Infill N									
33 Cancellation Code									
34 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

16					17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief				
					Signature David Stewart				
					Printed Name Regulatory Analyst				
					Title 8/10/00				
					Date				
					18 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.				
					Date of Survey				
					Signature and Seal of Professional Surveyor				
					Certificate Number				