

OXY USA WTP LIMITED PARTNERSHIP

6 Desta Drive, Suite 600, Midland, Texas 79705 P.O. Box 50250, Midland, Texas 79710

David R. Evans Senior Landman Advisor 432/685-5769 FAX 432/685-5944

January 8, 2007

CERTIFIED - RETURN RECEIPT REQUESTED

Gray Surface Specialties
Attention: Denise Menoud
3106 North Big Spring Street, Suite 100
Midland, Texas 79705

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 Section 8, T19S-R29E, Eddy County, New Mexico JOA file 03181501

Dear Ms. Menoud,

With respect to your letter dated December 28, 2006, please be advised that OXY USA WTP Limited Partnership objects to Bold Energy, L.P.'s proposed application for multiple Operators on the captioned lands. OXY USA WTP Limited Partnership (successor to OXY USA Inc.) is the designated Operator under the terms of that certain Operating Agreement dated March 1, 1997 and Letter Agreement dated March 27, 1997.

OXY requests that Bold Energy contact OXY prior to any further action on this proposed well so that we can discuss resolution to this matter as soon as possible.

Very truly yours,

OXY USA WTP Limited Partnership

David R. Evans

DRE/bic

cc:

Elizabeth Bush

William Carr (Holland & Hart)

Bob Doty

David Sutter (Stubbeman Law Firm)

Peggy Kerr (Bold Energy)

An Occidental Oil and Gas Company

Oil Conservation Commission

Case No. _

Exhibit No.