Oil Conservation Division August 14, 2001 Page 2.

- (4) However, the schedule for this well has been delayed because each rig is still occupied drilling other wells;
- (5) An extension of the commencement date for this well will provide the opportunity to coordinate the commencement of this well with the completion of the other wells in the program;
- (6) Because rig availability in the area is currently tight, efforts to obtain another rig for this program so that this well can be commenced by September 1, 2001 will cause OXY to undertake extraordinary efforts and expenses.

Should you grant this extension, I have enclosed for your consideration a proposed letter which will authorize the requested extension. Should you decide to deny this request, I would appreciate being advised immediately so that OXY can timely file to reinstate this pooling order which will otherwise expire.

W. Thomas Kellahin

cc: David R. Catanach (NMOCD Hearing Examiner)

OXY USA WTP LP
Attn: Doug Hurlbut

August ___, 2001

W. Thomas Kellahin Kellahin & Kellahin P. O. Box 2265 Santa Fe, New Mexico 87501

Re: Approval of Request for Extension of Date to Commence

Operations on the Limousine Federal Com Well No.1

Order R-11586 Case 12631

Dear Mr. Kellahin:

Based upon good cause shown in your written request dated August 14, 2001, and in accordance with the provisions of Division Order R-11586 and the authority retained by the Division therein, OXY USA WTP Limited Partnership is hereby granted an extension of time until December 1, 2001 in which to commence the drilling of the Limousine Federal Com Well No. 1 located in Unit P of Section 2, T18S, R25E, NMPM, Eddy County, New Mexico.

Sincerely,

Lori Wortenbery Director