

STATE OF NEW MEXICO
ONE WELL PLUGGING BOND

For CHAVES, EDDY, LEA, MCKINLEY, RIO ARRIBA, ROOSEVELT,
SANDOVAL AND SAN JUAN COUNTIES ONLY

BOND NO. SU1136152
WELL DEPTH 12,242 feet
AMOUNT OF BOND \$17,242.00
COUNTY Lea

Note: Bond Amount is \$5,000 plus \$1 per foot of projected depth of proposed well or measured depth of existing well.

*Under certain conditions, the appropriate district office of the Division may authorize a well to be drilled as much as 500 feet deeper than the depth provided in the applicable financial assurance. (See Rule 8.9.D.3)

File with the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87505

KNOW ALL MEN BY THESE PRESENTS:

That OXY USA Inc. (a corporation), (an individual - if dba must read - Example: John Doe dba ABC Services) (a general partnership) (a corporation), (limited liability company) (limited partnership) organized in the State of Delaware, and authorized to do business in the State of New Mexico, as PRINCIPAL, and Arch Insurance Company, a corporation organized and existing under the laws of the State of Missouri and authorized to do business in the State of New Mexico, as SURETY, are firmly bound unto the State of New Mexico, for the use and benefit of the Oil Conservation Division of the Energy, Minerals and Natural Resources Department (or successor agency) (the DIVISION), pursuant to NMSA 1978, Section 70-2-14, as amended, in the sum of (*) \$17,242.00, for the payment of which the PRINCIPAL and SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.
(* Seventeen Thousand Two Hundred Forty Two and No/100 Dollars

The conditions of this obligation are such that:

WHEREAS, the PRINCIPAL has commenced or may commence the drilling of one well to a depth not to exceed 12,242 feet, to prospect for and/or produce oil or gas, carbon dioxide gas, helium gas or brine minerals, or as an injection or other service well related to such exploration or production, or does own or operate, or may acquire, own or operate such well, the identification and location of said well being:

ESTACADO 27 STATE #003 API No. 30-025-33923, located 1980 feet from the North (Name of Well) (North/South) line and 1980 feet from the West (East/West) line of Section F-27 Township 14 South (North) (South), Range 34 East (East) (West), NMPM, Lea County, New Mexico.

NOW, THEREFORE, if the PRINCIPAL and SURETY or either of them, or their successors or assigns or any of them, shall cause said well be properly plugged and abandoned when dry or when no longer productive or useful for other beneficial purpose, in accordance with the rules and orders of the DIVISION, including but not limited to Rules 8.9 [19.15.8.9 NMAC] and 25.10 [19.15.25.10 NMAC], as such rules now exist or may hereafter be amended;

THEN AND IN THAT EVENT, this obligation shall be null and void; otherwise and in default of complete compliance with any and all of said obligations, the same shall remain in full force and effect.

OXY USA Inc. (a corporation)
PRINCIPAL
5 Greenway Plaza, Houston TX 77046
Address
By [Signature]
Signature
Attorney in Fact
Title

Arch Insurance Company
SURETY
Three Parkway, Suite 1500
Philadelphia PA 19102
Address
[Signature]
Joyce M. Vaughan, Attorney-in-Fact

If PRINCIPAL is a corporation, affix
Corporate seal here

Corporate surety affix
Corporate seal here