

February 16, 2006

New Mexico Oil Conservation Division District I 1625 N. French Drive Hobbs, New Mexico 88240

Attn: Environmental Engineering

RE: Drilling Pit Closure Plan

North Hobbs Unit 19-943 Drilling Pit UL 'H', Sec. 19, T-18-S, R-38-E

This letter is being sent as a notification of pit closure for the drilling pit at the above mentioned location. This pit will be closed as follows:

- 1. All drill cuttings and liner will be removed from pit area.
- All cuttings will be disposed of at Sundance Services, Parabo Facility near Eunice, New Mexico.
- 3. Native soils, stored on site, will be used for backfill of the area.
- 4. NMOCD Pit and Below-Grade Tank Guidelines, dated 11-01-2004, will be used for pit closure compliance.
- 5. Start date on drill cutting removal 02/20/2006.
- 6. Work should be completed by March 15, 2006.
- 7. A final form C-144 is attached.

TEVEN M. BISHO

If you have any questions, or if I can be of further assistance, please contact me at (505) 397-8251.

Steven M. Bishop

HES Technician/Hobbs RMT Steven_Bishop@oxy.com

(505) 397-8251

Attachments: Form C-144

Diagram of pit and well location

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

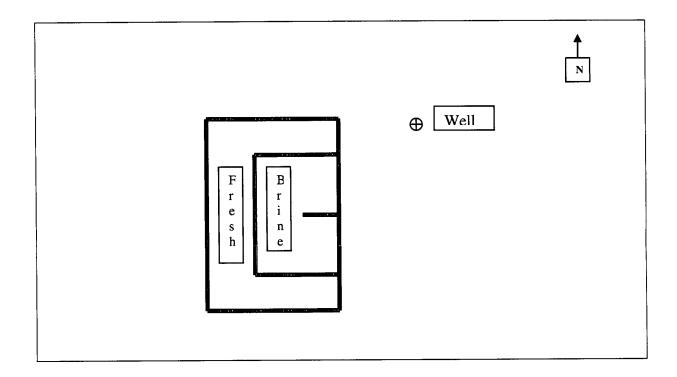
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Form C-144 March 12, 2004

Pit or Below-Grade Tank Registration or Closure

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank Closure.		
Operator: _Occidental Permian, LTDTelephone: 505.397.8251		
Address: 1017 W. Stanolind Road, Hobbs, New Mexico 88240		
Facility or well name:NHU 19-943API #: _30-025-37435U/L "H"Sec _19T_18-S R38-E County: _LeaLatitude_32°43′59.94" NLongitude_103°10′46.29 "WNAD: 1927 \bigside 1983 \bigside Surface Owner Federal \bigside State \bigside Private \bigside Indian \bigside 1		
County: _Lea Latitude_32°43'59.94" N Longitude_103°10'4	.6.29 "W NAD: 1927 ⊠ 1983 ∐ Surface Ow	ner Federal State Private Indian
Pit	Below-grade tank	
Type: Drilling M Production Disposal	Volume:bbl Type of fluid:	
Workover ☐ Emergency ☐	Construction material: Double-walled, with leak detection? Yes If not, explain why not.	
Lined ☑ Unlined □		
Liner type: Synthetic ☑ Thickness _12_mil Clay ☐ Volume		
_5,000_bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet	(20 points)
	50 feet or more, but less than 100 feet	(10 points) 10
	100 feet or more	(0 points)
	Yes	(20 points) 20
Wellhead protection area: (Less than 200 feet from a private domestic	No	(0 points)
water source, or less than 1000 feet from all other water sources.)		
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet	(20 points)
	200 feet or more, but less than 1000 feet	(10 points)
	1000 feet or more	(0 points) 0
	Ranking Score (Total Points)	30
If this is a pit closure: (1) attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location:		
onsite offsite If offsite, name of facility Sundance Services, Parabo Facility. (3) Attach a general description of remedial action taken including remediation start date and		
end date. (4) Groundwater encountered: No 🛛 Yes 🔲 If yes, show depth below ground surfaceft. and attach sample results. (5) Attach soil sample results and a		
diagram of sample locations and excavations.		
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan . Date:02/16/2006		
Printed Name/Title_Steven M. Bishop HES Specialist Signature Signature Signature		
Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations		
regulations		
Approval: Date: 2/23/06 Printed Name/Title GARYW.WINK STAFF MG	CSignature Layuluin	k

North Hobbs Unit 19-943



Occidental Permian Ltd.

North Hobbs Unit 19-943

API # 30-025-37435

Unit Letter 'H', Section 19, T-18-S, R-38-E

Long N 32°43'59.94"Lat W 103°10'46.29"

100' X 100' Pit 50' West of Wellhead