

COPY



Occidental Permian Ltd.

Occidental Permian Ltd.

580 Westlake Park Blvd.

P.O. Box 4294, Houston, TX 77210-4294

Phone 281-552-1000 Fax 281-552-1200

July 23, 2002

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Attention: Mr. Michael E. Stogner

Re: *Application of Occidental Permian Limited Partnership to Amend Administrative Order NSL-4646(BHL) for Unorthodox Well Location*
South Hobbs (GSA) Unit, Well # 244
Hobbs: Grayburg - San Andres Pool
Lea County, New Mexico

Dear Mr. Stogner:

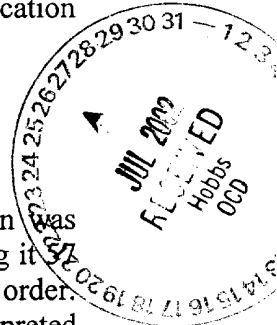
Occidental Permian Limited Partnership ("OPLP") respectfully requests that the approved bottomhole location in the subject order be amended to reflect the actual, as-drilled location. The order as originally issued on September 26, 2001, approved a surface and bottomhole location for this well as follows:

Surface Location:	2246 FNL & 597 FWL of 34-T18S-R38E
Bottomhole Location:	2006 FNL & 67 FWL of 34-T18S-R38E

After the well was drilled and surveyed, it was discovered that the bottomhole location was actually 1976 feet from the north line and 10 feet from the west line of section 34, making it 37 feet closer to the common boundary line between these two units than was allowed in the order. The reason for this turned out to be a misunderstanding by our drilling personnel who interpreted the "hard line" in the order as a mid-point instead of an end point. This misunderstanding has now been corrected. OPLP has considered a plug-back job on this well to bring the bottomhole location into compliance with the order, but that would render it unproductive. Other options to correct this mistake are considerably more expensive and increase the risk of reduced productivity in this wellbore. Since this mistake does not materially affect the basis for the original order, OPLP requests to amend the bottomhole location in the original order.

Order NSL-4646(BHL) was issued approving two lease-line wells, the North Hobbs G/SA Unit Well No. 843 and the South Hobbs (GSA) Unit Well No. 244 which is the subject of this request. Both wells were drilled and the last test from each well indicates similar productivity:

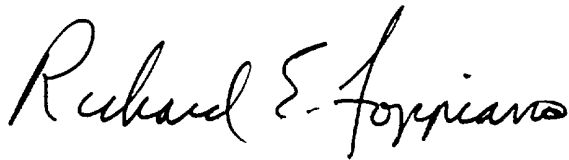
North Hobbs G/SA Unit Well No. 843: 35 BOPD, 1450 BWPD, 40 MCFGPD (2/13/02)
South Hobbs (GSA) Unit Well No. 244: 46 BOPD, 1287 BWPD, 23 MCFGPD (6/26/02)



Notice of this request is being sent by certified mail-return receipt to the same parties who were given notice of the original application, which are all the working interest owners in each unit. They are advised that if they have no objection to the NMOCD granting this request, they don't need to do anything. If they do object, however, then they should file a written objection with the NMOCD to the address shown above within 20 days of the date of this letter. Failure to file a timely objection will preclude the party from objecting at a later date.

A list of the noticed parties is attached as well as copies of the green cards. Copies of the well completion report (C-105) for this well and the original order are also enclosed. If I can provide any additional information to aid in processing this request, please call me at (281) 552-1303. We sincerely apologize for this mistake and have taken steps to insure that we don't repeat it. Thank you for consideration of our application.

Sincerely,



Richard E. Foppiano
Senior Advisor – Regulatory Affairs

Attachments

CC: Tom Kellahin
All Working Interest Owners in the North Hobbs Unit
All Working Interest Owners in the South Hobbs Unit
✓ Chris Williams, NMOCD District Supervisor, Hobbs
Gary Bullock, Mark Stephens

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

[A] ☒ Working, ~~Royalty or Overriding Royalty~~ Interest Owners

[B] ☐ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Richard E. Foppiano
 Print or Type Name

Richard E. Foppiano
 Signature

Sr. Advisor - Reg Affairs 7/12/02
 Title Date

Rick_Foppiano@oxy.com
 e-mail Address

O B O INC
P O BOX 2577
HIALEAH FL 33012-0577

C M E OIL & GAS COMPANY
P O BOX 10621
MIDLAND TX 79702-7621

ANN CLAY BROWN
1541 PRINCETON DR
CORSICANA TX 75110-1523

PLACID OIL *Oxy*
JT INT DEPT
P O BOX 27757
HOUSTON TX 77227-7757

CHRISTEN SCHUTTE SANDERS
1924 MEMPHIS DR
BEDFORD TX 76022-6802

MARY ELLEN BROWN GILBERT
2808 ODELL CT N
GRAPEVINE TX 76051-5636

ELIZABETH ANN BROWN
446 ACEQUIA MADRE ST
SANTA FE NM 87501-2802

NANCY LEE BROWN HARRISON
3001 MAPLE AVE
WACO TX 76707-1234

STUART S UMPLEBY TRUST
COMERICA BANK
TRUST REAL ESTATE 3228
PO BOX 75000
DETROIT MI 48275-0001

JOANNA U THOMAS
2306 STUTZ PL
MIDLAND TX 79705-4930

CONNIE HINMAN
1833 DEVONDALE CIR
CHARLESTON WV 25314-2205

VIRGINIA HINMAN
2334 CHRISWOOD
TOLEDO OH 43617-1258

STUART A UMPLEBY
4007 49TH ST NW
WASHINGTON DC 20016-2339

HUGH CORRIGAN IV TRUST
U/W/O C E CORRIGAN
HUGH CORRIGAN III TRUSTEE
3809 SHENANDOAH ST
DALLAS TX 75205-1701

PATRICK EDWARD CORRIGAN TRUST
U/W/O C E CORRIGAN
HUGH CORRIGAN III TRUSTEE
P O BOX 50280
MIDLAND TX 79710-0280

ELEANOR CHRISTIE CORRIGAN TRUST
U/W/O C E CORRIGAN
J PAT CORRIGAN TRUSTEE
P O BOX 56393
JACKSONVILLE FL 32241-6393

JAMES PATRICK CORRIGAN JR TRUST
U/W/O C E CORRIGAN
J PAT CORRIGAN TRUSTEE
P O BOX 690068
VERO BEACH FL 32969-0068

HUGH DANIEL S CORRIGAN TRUST
U/W/O C E CORRIGAN
J PAT CORRIGAN TRUSTEE
P O BOX 690068
VERO BEACH FL 32969-0068

PAULINE DUNBAR EREKSON
P O BOX 213
ROCKSPRINGS TX 78880-0213

EDWARD ALLAN DUNBAR
P O BOX 885
ROCKSPRINGS TX 78880-0885

MARY ALICE LAFLIN MEHAFFEY
6138 S IOLA WAY
ENGLEWOOD CO 80111-5706

ROUND HILL ROYALTY LP
P O BOX 25128
DALLAS TX 75225

ROBERT F LONG TESTAMENTARY TRUST
FBO AMANDA SUSAN BARKER #1143958009
BANK ONE TRUST CO NA TRUSTEE
P O BOX 25848
OKLAHOMA CITY OK 73125-0848

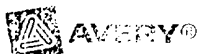
ROBERT F LONG TESTAMENTARY TRUST
FBO TERENCE R BARKER #1143959008
BANK ONE TRUST CO NA TRUSTEE
P O BOX 25848
OKLAHOMA CITY OK 73125-0848

GEORGE G SNOWDEN III TRUST
ANN H SNOWDEN TRUSTEE
4 OCEAN VIEW HWY
WATCH HILL RI 02891-5232

OXY USA *Oxy Energy*
JT INT DEPT
P O BOX 27757
HOUSTON TX 77227-7757

KERR MCGEE OIL & GAS ONSHORE
ATTN SHARON MATTHEWS
P O BOX 809004
DALLAS TX 75380

PRODUCERS AND REFINERS CORP
P O BOX 1765
ENID OK 73702



PATRICIA P SCHIEFFER TEST TRUST
PATRICIA P SCHIEFFER SUCCESSR TRSTE
BANK OF AMERICA NA
P O BOX 2546
FORT WORTH TX 76113-2546

LINDA THOMPSON GORDON
325 NORTH ST PAUL STE 4300
DALLAS TX 75201

ADELAIDE F COHU TRUST
ADELAIDE COHU & JOHN E OBRIEN TSTS
C/O JACKSON AND NASH
330 MADISON AVE 18TH FL
NEW YORK NY 10017-5001

JEAN CHRISTINE THOMPSON TRUST 2
JAMES CLEO THOMPSON JR TRUSTEE
325 NORTH ST PAUL STE 4300
DALLAS TX 75201

L S THOMPSON JR
5019 MCKINNEY STE 100
DALLAS TX 75205-3428

ANN H TAYLOR
P O BOX 3487
MIDLAND TX 79702-3487

JAMES M SNOWDEN TRUST
JAMES M SNOWDEN AND MARIE KIELY
SNOWDEN TRUSTEES
12 FORDYCE LN
SAINT LOUIS MO 63124-1354

VEJA INC
P O BOX 18442
OKLAHOMA CITY OK 73154-0442

MARY F CUSACK
C/O JOHN P CUSACK ATTY-IN-FACT
C/O F C NEWBURN
2808 WOODWIND DR
ARLINGTON TX 76013-3132

CATHARINE CUSACK TRUST
JOHN P CUSACK TRUSTEE
C/O F C NEWBURN
2808 WOODWIND DR
ARLINGTON TX 76013-3132

PAT CORRIGAN TRUST
PAT CORRIGAN TRUSTEE
P O BOX 690068
VERO BEACH FL 32969-0068

MARGARET COUCH TRUST
JAMES C BROWN & WILLIAM C COUCH
CO-TRUSTEES
P O BOX 10621
MIDLAND TX 79702-7621

EVELYN CLAY OHARA TRUST
PHILIP TINSLEY SUCC COTRUSTEE
3774 W 6TH ST
FORT WORTH TX 76107-2061

RUFUS GORDON PETE CLAY TRUST
RUFUS P CLAY & JAMES C BROWN
CO TRUSTEES
P O BOX 10621
MIDLAND TX 79702-7621

GEORGE K AVARA
8648 LAGENTE
EL PASO TX 79907-2508

JAMES C BROWN
P O BOX 10621
MIDLAND TX 79702-7621

DINAH GEMELLE
P O BOX 486
VAUGHN WA 98394-0486

GEORGE H ETZ SR TRUST
GEORGE ETZ JR TRUSTEE
1105 XANTHISMA
MCALLEN TX 78504-3519

JOHN PATRICK CUSACK JR
C/O F C NEWBURN CPA
2808 WOODWIND DR
ARLINGTON TX 76013-3132

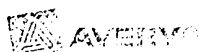
MICHAEL CUSACK
2808 WOOD WIND DR
ARLINGTON TX 76013

LEA INVESTORS INC
P O BOX 2447
SANTA FE NM 87504-2447

COLLEEN M WALLACE
2 VIOLET CT
NORTH LITTLE ROCK AR 72116-5141

LOYD WHITLEY
P O Box 168
MIDLAND TX 79702

J H MORRIS AGENT
P O BOX 1588
TULSA OK 74101-1588



PITCO
ATTN LARRY SNEAD
2162 E 61ST ST
TULSA OK 74136

CHARLES B READ
P O BOX 1518
ROSWELL NM 88202-1518

BUTTRAM ENERGIES INC
2601 N W EXPRESSWAY
501 OIL CENTER WEST
OKLAHOMA CITY OK 73112-7269

GAVIN R GARRETT
TEAM BANK NA AGENT TST ACCT 4780
P O BOX 99084
FORT WORTH TX 76199-0084

LAWSON PETROLEUM COMPANY
2100 PHILTOWER BLDG
427 SOUTH BOSTON
TULSA OK 74103-4103

LOMA INC
5830 S INDIANAPOLIS
TULSA OK 74135-7801

JACK M MYERS
10638 SANDPIPER LN
DALLAS TX 75230-4221

MCPETERS FAMILY REVOCABLE TRUST
502 W GOLD
HOBBS NM 88240-1805

SEA PROPERTIES LTD
P O BOX 1486
ARDMORE OK 73402-1486

JOANNE GRIEB
P O BOX 516
BUENA VISTA CO 81211-0516

SANDRA SNOWDEN TRUMP
668 BETHLEHEM PIKE
FLOURTOWN PA 19031-1301

FIRST ROSWELL COMPANY
P O BOX 1797
ROSWELL NM 88202-1797

HUGH CORRIGAN III
P O BOX 50460
MIDLAND TX 79710-0460

LANDRETH COMPANY STOCKHOLDERS
306 W 7TH #504
FORT WORTH TX 76102-4905

MOORE TRUST
J H MOORE BJ MOORE & M H MOORE
TRUSTEES R L MOORE ATTY-IN-FACT
P O BOX 1733
MIDLAND TX 79702

BILLIE S DEVOSS
15311 E LA SALOS DR
WHITTIER CA 90603-2243

DO NOT SEND AN AFE
MINERAL INTEREST OWNER ONLY
BARBARA J DEVOSS JUNKER
P O BOX 53546
LUBBOCK TX 79453-3546

JOAN CLAY
26242 VIA MISTRAL
SAN JUAN CAPISTRANO CA 92675-4452

JENNIFER ANN CLAY CATHER
4541 BORDEAUX
DALLAS TX 75205

JOHN W CLAY III
4795 OAKGROVE RENDON ROAD
BURLESON TX 76028

SUSAN MARIE MAIER
408 BLUE HERON RD AVE
ELIZABETHTOWN NC 28337

EDYTHE OWEN PRIKRYL
5403 CERAN DR
ARLINGTON TX 76016-2822

GOODRICH TRUST NUMBER ONE
U/W DAVID E GOODRICH
BK ONE TX TRSTEE/ACCT 5555
P O BOX 99084
FORT WORTH TX 76199-0084

GOODRICH TRUST NUMBER TWO
U/W DAVID E GOODRICH
BK ONE TX TRSTEE/ACCT 5556
P O BOX 99084
FORT WORTH TX 76199-0084

CLIFF T MILFORD
12019 BROWNING LN
DALLAS TX 75230-2851

LOUIS H KUNTZ
2118 HILLTOP CT
FULLERTON CA 92831-1311

EXCO RESOURCES INC
1775 SHERMAN ST STE 2650
DENVER CO 80203-4313

NARUNA COMPANY
P O BOX 630
FORT WORTH TX 76101-0630

HARVEY L JOHNSON
1009 MINTER LN APT C
ABILENE TX 79603-4591

MALLOY OIL & GAS PROP LLP
301 NW 63RD # 510
OKLAHOMA CITY OK 73116-7921



AVERY®

Address Labels

Laser

5160®

ROGER DALE JOHNSON
P O BOX 281
FARMINGTON NM 87499-0281

GOODRICH MALLOY MINERAL TRUST
TEAM BANK NA TRUSTEE
TRUST NO 6202
P O BOX 99084
FORT WORTH TX 76199-0084

CYNTHIA S GREGG
P O BOX 724
SUNDOWN TX 79372-0724

STEPHANIE DOSHER
209 NE AVE D
SEMINOLE TX 79360

LAVON JOHNSON
1104 TRENTON LN
EULESS TX 76040

SCOTT JOHNSON
1104 TRENTON LN
EULESS TX 76040

TY JOHNSON
1104 TRENTON LN
EULESS TX 76040

L SUMMERS OIL COMPANY
201 WEST WALL #803
MIDLAND TX 79701

REEF EXPLORATION INC
1901 NORTH CENTRAL EXPRESSWAY
RICHARDSON TX 75080-3609



Address Labels

Laser

5160®

NORTH HOBBS UNIT
LF 152641
KC 33601

RUTH ANNE YEAGER HANSEN
4642 LORRAINE
DALLAS TX 75209

MRS FRANCY'S I CONRAD HOY
3849 PALLOS VERDAS
DALLAS TX 75229-2743

A GAYLE HUDGENS
P O Box 1195
MANCHACA TX 78652

PLACID OIL (COPY FROM)
JT INT DEPT
P O BOX 27757
HOUSTON TX 77227-7757

MARY ALICE LAFLIN MEHAFFEY
6138 S IOLA WAY
ENGLEWOOD CO 80111

RORCO LLC
CAROLYN K LISLE MANAGING MEMBER
2540 WARWICK DRIVE
OKLAHOMA CITY OK 73116

MARATHON OIL Co
P O Box 552
MIDLAND TX 79702

MARSHALL & WINSTON INC
P O Box 50880
MIDLAND TX 79710

KATHRYN LOUISE CONRAD MCCARTHY
4435 SAN GABRIEL
DALLAS TX 75229

K D MCPETERS
502 W GOLD
HOBBS NM 88240

WANDA T MILLIGAN
151 MATTHEWS ROAD
OAKDALE NY 11769

NATHLYN IONE CONRAD MURDOCH
4 CAMP BRANCH ESTATES
LEESBURG TX 75451

NOBLE ISSUE TRUST
C/O EXCHANGE NAT'L BANK AND TRUST
TRUSTEE
P O Box 789
ARDMORE OK 73402

RICHARD L NOBLE
P O Box 67605
LOS ANGELES CA 90067

KERR MCGEE OIL & GAS ONSHORE
ATTN SHARON MATTHEWS
P O Box 809004
DALLAS TX 75380

PITCO
ATTN LARRY SNEAD
2162 E 61ST ST
TULSA OK 74136

SEA PROPERTIES LTD
P O Box 1486
ARDMORE OK 73402

JULIE ANTWEIL SILVERMAN
4408 CANYON COURT NE
ALBUQUERQUE NM 87111

HOWELL SPEAR
P O Box 30169
PENSACOLA FL 32503

E C SULLIVAN
P O Box 93854
LUBBOCK TX 79493

BILL SWEET TRUST
ATTN ELIZABETH B LAUER
C/O WELLS FARGO BANK NA AGENT
P O BOX 5383
DENVER CO 80217

CECIL H & IMO E SWEET TRUST
ATTN C T THOMSON
C/O WELLS FARGO BANK NA AGENT
P O BOX 5383
DENVER CO 80217

ANN H TAYLOR
P O Box 3487
MIDLAND TX 79702

CHEVRONTEXACO PBBU
ATTN: NOJV MANAGER
15 SMITH RD
MIDLAND TX 79705

MARY ANN CURTIS LLC
JOYCE E SILVERNAIL SUC TTEE
P O Box 780164
OKLAHOMA CITY OK 73178

BETTYE CONRAD TREADAWAY
9507 GODSTONE LANE
SPRING TX 77379

OXY USA (COPY FROM)
JT INT DEPT
P O BOX 27757
HOUSTON TX 77227-7757



EVERY®

Address Labels

Laser

5160®

TWO STATES OIL COMPANY
SUITE 718 ENERGY SQUARE
4925 GREENVILLE AVENUE
DALLAS TX 75206

SARA WARD SIMS SUCCESSOR
TRUSTEE OF THE J S WARD &
MARGARET WARD TRUST OF 1985
101 S FOURTH ST
ARTESIA NM 88210-2177

LOYD WHITLEY
P O BOX 168
MIDLAND TX 79702

ESTATE OF HATTIE C WILLIAMS
C/O AMERICAN STATE BANK
P O BOX 1401
ATTN: JOHN COMMACKK
LUBBOCK TX 79408

MARJORIE DANIEL WINN
920 DANIELDALE ROAD
DE SOTO TX 75115

YATES PETROLEUM CORPORATION
P O BOX 1395
ARTESIA NM 88211

S P YATES
105 SOUTH 4TH STREET
ARTESIA NM 88210

YEAGER PROPERTIES INC
PETROLEUM BLDG STE 200
214 WEST TEXAS AVENUE
MIDLAND TX 79701

DR. HENRY YEAGER JR
5624 KNOLLWOOD
BETHESDA MD 20816

ABO PETROLEUM CORPORATION
105 S 4TH STREET
ARTESIA NM 88210

LANDRETH COMPANY STOCKHOLDERS
ATTN W A LANDRETH
306 W 7TH ST #504
FORT WORTH TX 76102-4905

BARRY ANTWEIL
12610 STILLWOOD PARK CT
CYPRESS TX 77433

MARK ANTWEIL
P O BOX 365
LARCHMONT NY 10538

DAN C BERRY III
P O BOX 160
EUNICE NM 88231

PHILIP BERRY
P O BOX 1551
LOVINGTON NM 88260

CHEMILY MANAGEMENT COMPANY
P O BOX 4346 DEPT 630
HOUSTON TX 77210-4346

CHEVRON USA
ATTN NOJV MANAGER
15 SMITH RD
MIDLAND TX 79705

O B O INC
ATTN LOWELL DUNN II
8083 NORTH WEST 103RD ST
HIALEAH GARDENS FL 33016

JOHN P CUSACK JR TR UNDER
JOHN P CUSACK TESTAMENTARY TR
2808 WOOD WIND DR
ARLINGTON TX 76013

JOHN P CUSACK JR
2808 WOOD WIND DR
ARLINGTON TX 76013

MARY FRANCIS CUSACK
2808 WOOD WIND DRIVE
ARLINGTON TX 76013

MICHAEL F CUSACK
C/O HOHMANN GENERAL STORE
P O BOX 25
WILLOW CITY TX 78675

DEVON ENERGY CORP (NEVADA)
20 NORTH BROADWAY STE 1500
OKLAHOMA CITY OK 73102

EXXON CO USA
ATTN JI OPERATIONS
P O BOX 4707
HOUSTON TX 77210-4707

J M ARMSTRONG TESTAMENTARY TRUST
TRUSTEE ACCT NO 99-1496-00
P O BOX 10966
MIDLAND TX 79702

FIRST ROSWELL COMPANY
P O BOX 1797
ROSWELL NM 88202

F & M BANK & TRUST CO TRUSTEE
FOR THE CHARLES NOBLE FORBES
FAMILY TRUST
P O BOX 3688
TULSA OK 74101

FORBES INVESTMENT COMPANY
ILAMAE FORBES REV TRUST
P O BOX 843
TULSA OK 74101



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

State of New Mexico
Energy, Minerals & Natural Resources Department

COPY

Form C-102
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

☒ **AMENDED REPORT**
Revised BHL

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-35742	Pool Code 31920	Pool Name Hobbs; Grayburg - San Andres
Property Code 19552	Property Name South Hobbs (GSA) Unit	Well Number 244
OGRID No. 157984	Operator Name Occidental Permian Limited Partnership	Elevation 3635'

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn.	Feet from the	North/South line	Feet from the	East/West line	County
E	34	18-S	38-E		2246	North	597	West	Lea

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn.	Feet from the	North/South line	Feet from the	East/West line	County
E	34	18-S	38-E		1976	North	10	West	Lea
Dedicated Acres 40	Joint or Infill I	Consolidation Code	Order No. NSL-4646						

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

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Mark Stephens</i> Signature Mark Stephens Printed Name Business Analyst (SG) Title July 12, 2002 Date</p>
	<p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>_____ Date of Survey _____ Signature and Seal of Professional Surveyor _____ Certificate Number</p>

Submit to Appropriate
District Office
State Lease - 6 copies
Fee Lease - 5 copies
DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
Energy, Minerals and Natural Resources Department

COPY

Form C-105
Revised 1-1-89

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO.

30-025-35742

5. Indicate Type Of Lease

STATE ☐

FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

South Hobbs (GSA) Unit

8. Well No.

244

9. Pool name or Wildcat

Hobbs; Grayburg - San Andres

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:

OIL WELL ☒

GAS WELL ☐

DRY ☐

OTHER

b. Type of Completion:

NEW
WELL ☒

WORK
OVER ☐

DEEPEN ☐

PLUG
BACK ☐

DIFF
RESVR ☐

OTHER

2. Name of Operator

Occidental Permian Limited Partnership

3. Address of Operator

P.O. Box 4294, Houston, TX 77210-4294

4. Well Location

SH: Unit Letter **E** : **2246** Feet From The **North** Line and **597** Feet From The **West** Line

BH: **E** **1976** **North** **10** **West**
Section **34** Township **18-S** Range **38-E** NMPM **Lea** County

10. Date Spudded

12/16/01

11. Date T.D. Reached

12/25/01

12. Date Compl. (Ready to Prod.)

1/18/02

13. Elevations (DF & RKB, RT, GR, etc.)

3635' GR

14. Elev. Casinghead

15. Total Depth

4437'

16. Plug Back T.D.

4392'

17. If Multiple Compl. How Many Zones?

18. Intervals Drilled By

Rotary Tools

4437'

Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name

4167' - 4342'; Grayburg - San Andres

20. Was Directional Survey Made

Yes

21. Type Electric and Other Logs Run

CN/SGR/OCL; SGR/OCL

22. Was Well Cored

No

CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB/FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
16	Conductor	40	20	50 sk.	
9-5/8	36	1560	13-1/2	850 sk.	
7	23	4437	8-3/4	1150 sk.	

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
					2-7/8	4097'	

25. TUBING RECORD

26. Perforation record (interval, size, and number)

4167' - 4342', 2 JSPP

27. ACID, SHOT, FRACTURE, CEMENT, SOEEZE, ETC.

DEPTH INTERVAL

AMOUNT AND KIND MATERIAL USED

4167' - 4342'

2300 gal. 15% NEFE HCL

28. PRODUCTION

Date First Production	Production Method (Flowing, gas lift, pumping - Size and type pump)					Well Status (Prod. or Shut-in)	
1/18/02	Pumping, ESP, Reda					Producing	
Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl.	Gas - MCF	Water - Bbl.	Gas - Oil Ratio
1/19/02	24	N/A		35	40	1450	1143
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API -(Corr.)	
50	35		35	40	1450	35	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

Sold

Test Witnessed By

C. Whitley

30. List Attachments

NOTE: Amended Form C-105 to account for revised bottom hole location

31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature Mark Stephens

Printed
Name

Mark Stephens

Title Bus. Analyst (SG) Date 7/12/02

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by a copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, Items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico

T. Anhy _____
T. Salt _____
B. Salt _____
T. Yates _____
T. 7 Rivers _____
T. Queen _____ **3472**
T. Grayburg _____ **3825**
T. San Andres _____ **4083**
T. Glorieta _____
T. Paddock _____
T. Blinebry _____
T. Tubb _____
T. Drinkard _____
T. Abo _____
T. Wolfcamp _____
T. Penn _____
T. Cisco (Bough C) _____

T. Canyon _____
T. Strawn _____
T. Atoka _____
T. Miss _____
T. Devonian _____
T. Silurian _____
T. Montoya _____
T. Simpson _____
T. McKee _____
T. Ellenburger _____
T. Gr. Wash _____
T. Delaware Sand _____
T. Bone Springs _____
T. _____
T. _____
T. _____

Northeastern New Mexico

T. Ojo Alamo _____
T. Kirtland-Fruitland _____
T. Pictured Cliffs _____
T. Cliff House _____
T. Menefee _____
T. Point Lookout _____
T. Mancos _____
T. Gallup _____
Base Greenhorn _____
T. Dakota _____
T. Morrison _____
T. Todilto _____
T. Entrada _____
T. Wingate _____
T. Chinle _____
T. Permian _____
T. Penn "A" _____

T. Penn. "B" _____
T. Penn. "C" _____
T. Penn. "D" _____
T. Leadville _____
T. Madison _____
T. Elbert _____
T. McCracken _____
T. Ignacio Otzte _____
T. Granite _____
T. _____
T. _____
T. _____
T. _____
T. _____
T. _____
T. _____
T. _____

OIL OR GAS SANDS OR ZONES

No. 1, from _____ **3980** _____ to _____ **4400** _____
No. 2, from _____ to _____
No. 3, from _____ to _____
No. 4, from _____ to _____

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from _____ to _____ feet _____
No. 2, from _____ to _____ feet _____
No. 3, from _____ to _____ feet _____

LITHOLOGY RECORD

(Attach additional sheet if necessary)

From	To	Thickness in Feet	Lithology	From	To	Thickness in Feet	Lithology
3000	3825	825	Mixed anhydrite & silt with minor dolomite				
3825	3988	163	Mixed anhydrite, silt, and dolomite				
3988	4083	95	Mixed silt & dolomite with minor anhydrite				
4083	4372	289	Dolomite				

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

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

COPY

Form C-11
Revised March 25, 1991

Submit to Appropriate District Office
5 Copies

☒ AMENDED REPORT
Revised By

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Occidental Permian Limited Partnership P.O. Box 4294 Houston, TX 77210-4294		² OGRID Number 157984
⁴ API Number 30-0 25-35742		³ Reason for Filing Code NW
⁵ Pool Name Hobbs; Grayburg - San Andres		⁶ Pool Code 31920
⁷ Property Code 19552		⁸ Property Name South Hobbs (GSA) Unit
		⁹ Well Number 244

II. Surface Location

UL or lot no. E	Section 34	Township 18-S	Range 38-E	Lot. Idn	Feet from the 2246	North/South Line North	Feet from the 597	East/West line West	County Lea
---------------------------	----------------------	-------------------------	----------------------	----------	------------------------------	----------------------------------	-----------------------------	-------------------------------	----------------------

Bottom Hole Location

UL or lot no. E	Section 34	Township 18-S	Range 38-E	Lot. Idn	Feet from the 1976	North/South Line North	Feet from the 10	East/West line West	County Lea
¹² Lse Code P	¹³ Producing Method Code P	¹⁴ Gas Connection Date 2/1/01	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ POD	²¹ O/G	²² POD ULSTR Location and Description
001009	Arco Pipeline P.O. Box 1610 Midland, TX 79072	0139510	O	
020667	Shell Pipeline Corp. P.O. Box 1910 Midland, TX 79701	0139510	O	
036785	Duke Energy Field Services, L.P. 370 17th Street Denver, CO 80202	0139530	G	
034019	Phillips 66 Co. 4001 Penrock Odessa, TX 79762	2822025	O	Letter A, Sec. 9, T-19-S, R-38-E S. Hobbs Unit Battery-Phillips Meter

IV. Produced Water

²³ POD 0139550	²⁴ POD ULSTR Location and Description
-------------------------------------	--

V. Well Completion Data

²⁵ Spud Date 12/16/01	²⁶ Ready Date 1/18/02	²⁷ TD 4437'	²⁸ PBDT 4392'	²⁹ Perforations 4167' - 4342'	³⁰ DHC, DC, MC
³¹ Hole Size 20	³² Casing & Tubing Size 16	³³ Depth Set 40	³⁴ Sacks Cement 50		
13-1/2	9-5/8	1560	850		
8-3/4	7	4437	1150		
	2-7/8	4097			

VI. Well Test Data

³⁵ Date New Oil 1/18/02	³⁶ Gas Delivery Date 1/18/02	³⁷ Test Date 1/19/02	³⁸ Test Length 24 Hours	³⁹ Tbg. Pressure 50	⁴⁰ Csg. Pressure 35
⁴¹ Choke Size N/A	⁴² Oil 35	⁴³ Water 1450	⁴⁴ Gas 40	⁴⁵ AOF	⁴⁶ Test Method P

⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Mark Stephens

Printed name:

Mark Stephens

Title:

Business Analyst (SG)

Date:

7/12/02

Phone:

(281) 552-1158

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

⁴⁸ If this is a change of operator fill in the OGRID number and name of the previous operator

Previous Operator Signature

Printed Name

Title

Date



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

September 26, 2001

Lori Wrotenbery

Director

Oil Conservation Division

Occidental Permian Limited Partnership
c/o W. Thomas Kellahin
P. O. Box 2265
Santa Fe, New Mexico 87504-2265

Telefax No. (505) 982-2047

Administrative Order NSL-4646(BIIL)

Dear Mr. Kellahin:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on August 20, 2001 (applicant reference No. *pKRV0-123347033*) filed on behalf of the operator Occidental Permian Limited Partnership ("OXY"); (ii) the Division's initial response by letter dated August 22, 2001 from Mr. Michael E. Stogner, Engineer/Hearing Officer in Santa Fe requesting proof of notice pursuant to Division Rule 1207.A (2); (iii) your telefaxed response with the necessary attachments of August 29, 2001; and (iv) the records of the Division in Santa Fe, including the file on Division Orders No. R-4924, R-4934, as amended, R-6198, as amended, and R-6199, as amended: all concerning OXY's request to directionally drill the following two described wells to unorthodox subsurface oil well locations along the "lease-line" that separates OXY's North Hobbs Grayburg-San Andres Unit and South Hobbs Grayburg-San Andres Unit Pressure Maintenance Projects within the Hobbs-Grayburg San Andres Pool (31920) in Township 18 South, Range 38 East, NMPM, Lea County, New Mexico:

Well Name and Number	API Number	Footage Location [Surface Location ----- (Proposed Targeted Bottomhole Location)]	Unit	Section	Dedicated 40- Acre Tract
South Hobbs (GSA) Unit Well No. 244	N/A	2246' FNL & 597' FWL ----- (2006' FNL & 67' FWL)	E -- E	34 -- 34	SW/4 NW/4
North Hobbs GSA Unit Well No. 843	N/A	1933' FSL & 294' FEL ----- (1409' FSL & 740' FEL)	I -- I	33 -- 33	NE/4 SE/4

The Division Director Finds That:

- (1) OXY is the operator of the North Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, established by Division Order No. R-6199, as amended. This secondary recovery project and corresponding North Hobbs Grayburg-San Andres Unit Area (see Division

Administrative Order NSL-4646(BHL)
Occidental Permian Limited Partnership
September 26, 2001
Page 2

Order No. R-6198, as amended) comprise the following described 10,649.53 acres, more or less, in Lea County, New Mexico:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM

Section 13: W/2 and SE/4
Section 14: All
Sections 23 through 25: All
Section 26: N/2 NE/4 and SE/4 NE/4
Section 36: E/2 and E/2 NW/4

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM

Section 17: S/2 NW/4 and SW/4
Section 18: NE/4 and S/2
Sections 19 and 20: All
Section 21: SW/4, NW/4 SE/4, and S/2 SE/4
Sections 27 through 32: All
Section 33: N/2, SW/4, N/2 SE/4, and SW/4 SE/4
Section 34: E/2 and E/2 NW/4;

- (2) OXY is also the operator of the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, established by Division Order No. R-4934, as amended. This enhanced recovery project and corresponding South Hobbs Grayburg-San Andres Unit Area currently comprises the following described 4913.74 acres, more or less, in Lea County, New Mexico:

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM

Section 33: SE/4 SE/4
Section 34: W/2 NW/4 and SW/4

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM

Sections 3 through 5: All
Section 6: E/2 NE/4, N/2 NW/4, and N/2 SE/4
Section 8: N/2 NW/4, NE/4, and N/2 SE/4
Section 9: N/2, N/2 SW/4, and SE/4
Section 10: All
Section 11: SW/4 SW/4
Section 14: W/2 NW/4
Section 15: All
Section 16: NE/4 NE/4;

- (3) Currently, the Hobbs Grayburg-San Andres Pool is subject to the statewide rules and regulations for oil wells, as promulgated by Division Rules 104.B (1) and 104.F (1), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999, which provides for 40-acre oil spacing and proration units and requires that wells be located no closer than the required minimum distance to the

Administrative Order NSI-4646(BHL)
Occidental Permian Limited Partnership
September 26, 2001
Page 3

outer boundary of the lease or unitized area (pressure maintenance/waterflood project area), in this case 330 feet, nor closer than 10 feet to any quarter-quarter section line or subdivision inner boundary;

- (4) Both secondary recovery projects contain special provisions, which were approved prior to the adoption of the above-described statewide rule, that: (i) reflect the "10" foot provision; and (ii) affords an administrative approval process for wells at unorthodox oil well locations along this common "lease-line", provided however a signed agreement by "both operators" is attached, or the affected operator waives objection in writing [These special provisions were promulgated at a time when both projects were operated different operators (Amoco Production Company and Shell Oil Company)];
- (5) Pursuant to Division Rule 1207.A (2) (a) 3, revised by Division Order No. R-11205, issued by the New Mexico Oil Conservation Commission in Case No. 12177 on June 17, 1999, OXY, as operator of both projects, provided notice to all working interest owners in both projects;
- (6) Further, the subject application has been duly filed under the provisions of Division Rules 104.F and 111.C (2), and the applicable provisions contained in the special operating provisions for both projects;
- (7) The two proposed wells will serve to benefit both pressure maintenance projects by allowing for the completion of an efficient and effective production/injection pattern within this portion of the pool along this common boundary line; and
- (8) Approval of this application is in the best interest of conservation, will serve to prevent waste, protects correlative rights, exhibits sound engineering practices, and should allow for the recovery of additional reserves that might not otherwise be produced.

It Is Therefore Ordered That:

(1) By the authority granted me under the provisions of Division Rule 104.F (2), Occidental Permian Limited Partnership ("OXY"), as operator of both the North Hobbs Grayburg-San Andres Unit and South Hobbs Grayburg-San Andres Unit Pressure Maintenance Projects within the Hobbs-Grayburg San Andres Pool (31920) in Lea County, New Mexico, is hereby authorized to directionally drill the following two described wells to unorthodox subsurface oil well locations along the "lease-line" that separates both projects in Township 18 South, Range 38 East, NMPM:

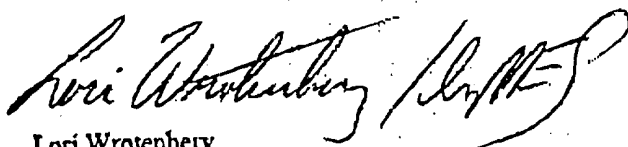
Administrative Order NSL-4646(BH.)
Occidental Permian Limited Partnership
September 26, 2001
Page 4

Well Name and Number	API Number	Footage Location [Surface Location ----- (Proposed Targeted Bottomhole Location)]	Unit	Section	Dedicated 40- Acre Tract
South Hobbs (GSA) Unit Well No. 244	N/A	2246' FNL & 597' FWL ----- (2006' FNL & 67' FWL)	E ----- E	34 ----- 34	SW/4 NW/4
North Hobbs G/SA Unit Well No. 843	N/A	1933' FSL & 294' FEL ----- (1409' FSL & 740' FEL)	I ----- I	33 ----- 33	NE/4 SE/4

(2) These two wells shall be governed by all applicable provisions of Division Rules 702 through 706, Rule 111, and the rules and procedures governing both secondary recovery projects.

(3) Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,



Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe

W. T. L. D.
C. W. L. D.
C. W. L. D.