OXY USA WTP Limited Partnership P.O. Box 50250 Midland, TX 79710-0250

New Mexico Oil Conservation Division 1625 French Drive Hobbs, NM 88240

Attn: Gary Wink

RE: C-103 - Plugging Report State N #4 - Lease No. B1481 Sec 2 T22S R36E Lea County, NM

Dear Mr. Wink,

When the field went to prepare this well for plugging, they found out it was already plugged. There wasn't anything in our well files or in our computer systems about the well being plugged. The only thing we can figure out is that the well was plugged at the time of one of our reorganizations and the person that handled the plugging was given a severance package. Then the well was moved into a different production area with new people and got lost in the shuffle.

After some research, I found copies of Key Services work authorization reports in our accounting files. The well was plugged according to the first C-103, Intent to P&A, that was approved 2/25/99, please see attached for a copy. The reports showed that they waited on cement, but if they did tag the plugs, they didn't show the top of cement.

This is all we could find on this well, but if you have any additional questions, please call me at 915-685-5717. Thanks for your help.

Sincerely yours,

David Stewart Regulatory Analyst OXY USA WTP Limited Partnership