



OXY USA Inc.

P.O. Box 50250, Midland, TX 79710-0250

November 1, 2000

United States Department of the Interior
Bureau of Land Management
Roswell District Office
2909 West Second Street 124004500
Roswell, New Mexico 88201

Re: Application for Permit to Drill
OXY USA Inc.
OXY Banana Girl Federal #2
Lea County, New Mexico
Lease No. NM101608

Gentlemen:

OXY USA Inc. respectfully requests permission to drill our OXY Banana Girl Federal #2 located 1980 FSL and 1980 FWL of Section 10, T25S, R35E, Lea County, New Mexico, Federal Lease No. NM101608. The proposed well will be drilled to a TD of approximately 15800' (TVD). The location and work area has been staked. It is approximately 9 miles west of Jal, New Mexico.

In accordance with requirements stipulated in Federal Onshore Oil and Gas Order No. 1 under 43 CFR 3162.1, our Application for Permission to Drill and supporting evidence is hereby submitted.

I. Application for Permit to Drill:

1. Form 3160.3, Application for Permit to Drill.
2. Form C-102 Location and Acreage Dedication Plat certified by Gary L. Jones, Registered Land Surveyor No. 7977 in the State of New Mexico, dated October 13, 2000.
3. The elevation of the unprepared ground is 3235 feet above sea level.
4. The geologic name of the surface formation is Permian Rustler.
5. Rotary drilling equipment will be utilized to drill the well to TD 15800' (TVD), and run casing. This equipment will then be rigged down and the well will be completed with a pulling unit.
6. Proposed total depth is 15800' TVD.
7. Estimated tops of important geologic markers.

Delaware Sand	5100' TVD
Bone Spring	9000' TVD
Wolfcamp	12300' TVD
Strawn	12800' TVD
Morrow	13100' TVD

8. Estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered:

Primary Objective:	Morrow	13100' TVD
Secondary Objective:	Strawn	12800' TVD