



OXY USA INC.

Box 50250, Midland, TX 79710

May 27, 1994

United States Department of the Interior
Bureau of Land Management
Carlsbad Resource Area
P.O. Drawer 1778
Carlsbad, New Mexico 88220

Re: Application for Permit to Drill
OXY USA Inc.
Myers Langlie Mattix Unit #274
Lea County, New Mexico
Lease No. NM-7488

Gentlemen:

OXY USA Inc. respectfully requests permission to drill our Myers Langlie Mattix Unit #274, located 1300' from the south line and 120' from the west line of Section 5, T-24-S, R-37-E, Lea County, New Mexico, Federal Lease No. NM-7488.

The location and work area have been staked. It is approximately 11 miles south of Eunice, 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 April 1, 1994. Exhibit attached.
3. The elevation of the unprepared ground is 3309 feet above sea level.
4. The geologic name of the surface formation is Tertiary Ogallala.
5. Rotary drilling equipment will be utilized to drill the well to TD 3,800' and run casing. This equipment will then be rigged down and the well will be completed with a pulling unit.