

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Susana Martinez**  
Governor

**Ken McQueen**  
Cabinet Secretary

**Matthias Sayer**  
Deputy Cabinet Secretary

**Heather Riley**  
Division Director



**\*Response Required - Deadline Enclosed\***

*Field Inspection Program*  
*"Preserving the Integrity of Our Environment"*

19-Feb-18

**CHEVRON U S A INC**

Attn:Permitting Team 6301 Deauville Blvd.  
Midland TX 79706-9706

**LETTER OF VIOLATION - Inspection**

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

***INSPECTION DETAIL SECTION***

<b>H T MATTERN NCT B</b>		<b>No.005</b>	<b>O-30-21S-37E</b>	<b>30-025-06902-00-00</b>		
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
02/14/2018	Routine/Periodic	Mark Whitaker	Yes	No	3/16/2018	iMAW1804541046
	<b>Violations</b>					
	Surface Damage/Restoration					
<b>Comments on Inspection:</b>		DO NOT RELEASE BOND. Well plugged January on 2017. Rule 19.15.25.10.D requires restoration be completed within 1 year. Wrong UL on marker. Wire rope on NE corner of location. Piece of sucker rod by cattle guard. NEED TO CORRECT P&A MARKER, REMOVE SUCKER ROD, AND WIRE ROPE. 1ST NOTICE.				

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,

Hobbs OCD District Office

**Note:** Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

\*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

EMNRD  
OIL CONSERVATION DIVISION  
1625 N FRENCH DRIVE  
HOBBS NM 88240



HASLER

FIRST-CLASS MAIL

**\$000.47<sup>0</sup>**

02/19/2018 ZIP 88240  
012E14642224

US POSTAGE

CHEVRON USA INC  
ATTN: PERMITTING TEAM  
6301 DEAUVILLE BLVD.  
MIDLAND, TX 79705-9706