

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

ARY E. JOHNSON
Governor
mifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

March 12, 2001

CERTIFIED MAIL

RETURN RECEIPT NO: 5051-4195

Mr. Michael A. Rossiter Chaparral Oil, LLC 701 Cedar Lake Blvd. Oklahoma City, Oklahoma 73114

RE: NOTICE OF VIOLATION

ABATEMENT PLAN (AP-18) SOUTH LANGLEY JAL UNIT

Dear Mr. Rossiter:

On October 31, 2000, the New Mexico Oil Conservation Division (OCD) required that Chaparral Oil, LLC. (Chaparral) submit an abatement plan to investigate and abate ground water pollution at Chaparral's South Langley Jal Unit Unit located in Sections 7, 8, 17 and 18 of Township 25 South, Range 37 East, NMPM, Lea County, New Mexico. To initiate the abatement plan process, the OCD required that Chaparral submit to the OCD by December 31, 2000 a Stage 1 Investigation Proposal pursuant to OCD Rule 19.E.1. and 19.E.3. On February 7, 2001, Chaparral e-mailed the OCD and stated that a response would be available by the end of February, 2001.

To date the OCD has not received a Stage 1 Abatement Plan Proposal as required. As a result Chaparral is in violation of OCD Rule 19.E.1. In order to correct this violation, the OCD requires that Chaparral submit a Stage 1 Investigation Proposal to the OCD by March 26, 2001. The proposal shall provide the information required in OCD Rule 19.E.3. Failure to provide a Stage 1 Investigation Proposal will result in issuance of an order requiring compliance with OCD rules and may include imposition of civil penalties.

If you have any questions, please contact Bill Olson of my staff at (505) 827-7154.

Sincerely,

Roger C. Anderson

Environmental Bureau Chief

xc: Chris Williams, OCD Hobbs District Office

Clay Osborn

OCD Exhibit No.

Case No. 13061

May 12, 2005