

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Joanna Prukop Cabinet Secretary

Mark E. Fesmire, P.E. Director Oil Conservation Division

12-Jul-07

CHAPARRAL ENERGY LLC 701 CEDAR LAKE BLVD OKLAHOMA CITY OK 73114

LOV NO. 02/7/07

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

ROBERTS 13 No.001Y

G-13-17S-26E

30-015-34892-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant

Corrective

Inspection No.

07/12/2007

File and Compliance Review Gerry Guye

Non-Compliance?

Action Due By:

Yes

No

7/24/2007

iGEG0719333582

Comments on Inspection:

A review of the well file for this well shows no completion report or Request for Allowable as

required by OCD Rule 19.15.13.1105 and 1104.

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 Divison Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

Artesia O**Ø**D District **Ø**ffice

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.