State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor Sarah Cottrell Propst Cabinet Secretary Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

Adrienne Sandoval Division Director

<u>"Response Required - Deadline</u> <u>Enclosed"</u>

Field Inspection Program "Preserving the Integrity of Our Environment"

29-Dec-20

CHEVRON MIDCONTINENT, L.P. 6301 Deauville Blvd Midland, TX 79706

LETTER OF VIOLATION - Field Inspection

General Housekeeping

Required

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-025-22794] MIDWAY STATE #001			OGRID: 241333	F-12-17S-36E 2310 FNL 2310 FWL	
Inspection Date 12/16/2020	Type Inspection Routine Inspection	Inspector [EZB] Eugene Bolton	Corrective Action Due By 3/31/2021	Inspection No. iEZB2035149829	
Violations:					
Rule				Violation	

19.15.10.8 Safety Procedures for Drilling and Production

Comment:

Chem tank needs identification, reclaim tub underneath has fluids and multiple holes in netting. Remove ground hydrocarbon/soil mix.

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,

Cyr BLE

Eugene Bolton, Compliance Ofc. Hobbs OCD District Office

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