State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst

Cabinet Secretary

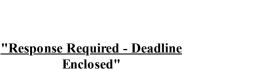
Todd E. Leahy, JD, PhD

Deputy Cabinet Secretary

Adrienne Sandoval

Division Director

Field Inspection Program





"Preserving the Integrity of Our Environment"

13-Nov-20

CHEVRON MIDCONTINENT, L.P.

6301 Deauville Blvd Midland, TX 79706

Dear Operator:

LETTER OF VIOLATION - Field Inspection

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

[30-025-31317] LOVINGTON PADDOCK UNIT #107

OGRID: 241333

C-36-16S-36E 1290 FNL 1380 FWL

Inspection DateType InspectionInspectorCorrective Action Due ByInspection No.10/29/2020Routine Inspection[EZB] Eugene Bolton2/16/2021iEZB2030355600

Violations:

Rule Violation

19.15.29 Releases Threat of USDW Contamination

Comment:

RELEASE IN 70 FT AREA. TWO NEARBY WATER SUPPLY STATIONS FOR CITY OF LOVINGTON, 100 & 200 meter distances.

19.15.25.8 Wells to be Properly Abandoned

Noncompliance with Plugging Requirements

Comment:

Obviously abandoned & in disrepair, last prod 9/1/2019.

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,

Compliance Officer, EMNRD-OCD

En Bla

Hobbs OCD District Office

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

Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240 Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.state.nm.us