



NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary

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

Response Required - Deadline Enclosed

24-Jul-08

CHEVRON MIDCONTINENT, L.P.

15 Smith Road MIDLAND, TX 79705LOV NO. 2-08-128

LETTER OF VIOLATION **Delinquent Regulatory Filings**

Dear Operator:

Oil Conservation Division ("OCD") records indicate that you failed to file the required reports identified below, or that your filings were incomplete or maccurate.

NON-COMPLIANT WELL DETAIL SECTION

WEST INDIAN 11 FEDERAL No.002

Location: 11-21S-22E

30-015-34017-00-00

Original Well Type: Gas (Producing)

Determination or Violation Date: 7/24/2008

Well Status: New (Not Drilled / Complete

Delinquent Report or Filing(s): - Other Paperwork or Filing - Other

Monitoring and Reporting Violation

Comments: Review indicates C-104 not approved for transportation of product which is a violation of Rule 1104 and 801. Review also indicates no BLM approved Completion Report received. Violation of Rule 1105. -

CORRECTIVE ACTION ON THIS WELL DUE BY: 8/23/2008

Please file or correct the reports identified above by the corrective action due date indicated. If you fail to file or correct the reports by that date, the OCD will take enforcement action that may include but is not limited to applying for an order assessing civil penalties and/or requiring you to plug and abandon the wells associated with those reports.

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.