



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

*File
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25 April 2002

OXY USA WTP Limited Partnership
P.O. Box 4294
Houston, Texas 77210-4294

RE: OXY Wallace State # 2

J-9-17-27

API 30-015-30139

This is your third letter of direction informing you the well is still in violation of Rule 201

Dear Sirs:

You were notified by letters dated 2-15-2002 and 3-25-2002 on the violation of Rule 201. The letter of 3-25-2002 stated a deadline of 4-15-2002. We are in possession of a Form C-103 dated 4-19-2002 showing intent to P&A. This well must be plugged as per Rule 202 on or before 6-25-2002.

In the event that a satisfactory response is not received to this letter of direction by 6 June, 2002 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. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Sincerely,

Van Barton
Field Rep. II