



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

July 16, 2007

Chi Operating Inc
PO Box 1799
Midland, TX 79702

RE: C-144 Allen #3, API No. 30-015-33788

Dear Operator:

This office has received a new C-144 on the referenced well above.

This C-144 indicates the site ranking for this pit is 20 points versus the 0 point ranking indicated in the approved 2005 C-144. In view of the change of ranking we are extending the date of compliance due on the Letter of Violation to **August 31, 2007.**

You may find an approved copy of the new C-144 in the well file in 3 working days. Please note the stipulations which are noted on the form.

All work approved on this C-144 must be completed by the extended date of compliance due, to prevent further enforcement action.

Sincerely,

Gerry Guye
Deputy Field Inspector
NMOCD District II, Artesia
(505) 748-1283 ext 105
Cell (505) 626-0843
e-mail: gerry.guye@state.nm.us