



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

4/6/2004

Chi Operating Company
Att: John Wolf
P.O. Box 1799
Midland, TX 79702

Re: 30-015-33181 Ut. C 30-22s-27e
Merland #2

Dear Mr. John Wolf,

The Artesia Oil Conservation Division has received a verbal request made on 5/4/2004 by your agent Mr. Bill Sweat .

The request was made for and extension to the workplan request deadline for the Merland #2 gas release that occurred on 3/11/2004.

The request for and extension to the deadline is approved.

Please have the requested work plan in the Artesia office on or before 6/6/2004.

The Artesia O.C.D. must be notified 24 hours prior to any remediation actions and/or subsequent soil samples taken for analytical.

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

If I can be of assistance in this matter please do not hesitate to contact me at 505-748-1283
Or E-mail me at MSTUBBLEFIELD@STATE.NM.US.

Sincerely,

Mike Stubblefield

Environ. Eng. Spec.

N.M.O.C.D.