



OXY USA WTP LP

4008 N. Grimes PMB-269
Hobbs, NM 88240
505-397-8237 Office
505-397-8205 Fax

RECEIVED
NOV 05 2004
OCD-ARTESIA

November 4, 2004

NMOCD
1301 W. Grand
Artesia, NM 88210

Re: Notice of Violation – Inspection
Inspection No. – iGEG0429635691
Date – October 22, 2004
Oxy Pronghorn State #2
15-2-21S-28E
30-015-29931-00-0

Attention: ~~Gerry Gruy~~

Dear Sir:

Mike Brasher

We have started research into this location. Our land and legal department are researching whether this location was transferred to another company at the same time the adjacent Oxy Pronghorn State #1 was transferred.

When we confirm that it is still our responsibility an AFE (authority for expenditure) will be issued and we will initiate cleanup per NMOCD guidelines.

We are going to immediately do some investigative work toward the dumping of fluids that has occurred on this lease. Upon completion of this phase we will take action to prevent further dumping until we conclude the process detailed in the above paragraph.

We will notify you prior to the start of actual cleanup.

Sincerely,

John Erickson
Production Coordinator
Frontier NM RMT
505-397-8236