



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Response Required – Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"

24-Nov-09

CHEVRON USA INC

HCR 60, Box 423

Lovington NM 88260

LETTER OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

ALICE PADDOCK No.002

J-1-22S-37E

30-025-09939-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/24/2009	Plugged Well Surface Restor	John Harrison	Yes	No	2/27/2010	iJRH0932853069
Comments on Inspection: DO NOT RELEASE. PA MARKER OK. PARTIAL FLOWLINE STILL ON LOCATION, SEVERAL HISTORIC ANCHORS, CONDUIT AND MISC. JUNK STILL ON LOCATION. LOCATION STILL NEEDS TO BE LEVELED AND CONTOURED IN ACCORDANCE WITH NMAC 19.15.25.8						

W A RAMSAY NCT B No.003

A-25-21S-36E

30-025-20142-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/24/2009	Plugged Well Surface Restor	John Harrison	Yes	No	2/27/2010	iJRH0932852577
Comments on Inspection: DO NOT RELEASE. PA MARKER OK. CONDUIT ON WEST SIDE OF LOCATION, ANCHOR MARKER ON SW CORNER OF LOC. 1/4 IN RISER NEAR WELLHEAD, ALONG WITH FITTINGS AND MISC. JUNK.						

J R PHILLIPS No.016

F-6-20S-37E

30-025-35501-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/24/2009	Plugged Well Surface Restor	John Harrison	Yes	No	2/27/2010	iJRH0932852289
Comments on Inspection: DO NOT RELEASE. PA MARKER OK. WELL SIGN STILL ON LOCATION. TWO ANCHORS ON SOUTHSIDE OF LOCATION INTACT. MOBILE TRAILER MOUNTED FLARE ON EAST SIDE OF LOCATION, SOME LARGER PIECES OF WOOD NEAR WELLHEAD.						

HARRY LEONARD NCT J No.005

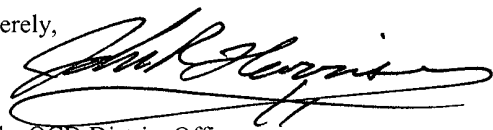
A-24-21S-36E

30-025-38789-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/24/2009	Plugged Well Surface Restor	John Harrison	Yes	No	2/27/2010	iJRH0932852731
Comments on Inspection: DO NOT RELEASE. PA MARKER OK. WELL SIGN STILL AT LOCATION, CONDUIT (FLAGGED) ON LOCATION. VIOLATION OF 19.15.25.8 TO LEVEL AND CONTOUR LOCATION.						

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, 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,

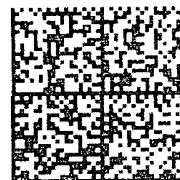
 C.O.

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



HASLER 017H15554612
\$0.440
11/24/2009
Mailed From 88240
US POSTAGE

CHEVRON USA INC.
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LOVINGTON, NM 88260