State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David CatanachDivision Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

09-Jan-18

OXY USA INC

PO Box 4294

Houston TX 77210-7210

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

PURE GOLD A FEDERAL No.006 Inspection Date Type Inspection			Inspector	Violation?	D-21-23S-31E *Significant Non-Compliance?	30-015-35293-00- Corrective Action Due By:	00 Inspection No.
01/09/2018	18 Routine/Periodic Violations General Housekeeping (Rule 114)		Tony Morales	Yes	No	4/14/2018	iTM1800940557
Comments	on Inspection:	OK. All Equipi 19.15.10.8	ment and Location in	Good Shape	. PJ STAINING	G AROUND WELLHE	EAD
PURE GOL Inspection Date	D A FEDERA Type Inspection	L No.012	Inspector	Violation?	J-21-23S-31E *Significant Non-Compliance?	30-015-35303-00- Corrective Action Due By:	00 Inspection No.
01/09/2018	Routine/Period Violations General Housekee		Tony Morales	Yes	No	4/14/2018	iTM1800941221
Comments	on Inspection:	OK, All Equipo 19,15,10,8	ment and Location in	n Good Shape	. PJO. STAINING	AROUND WELL HE	ZAD

PURE GOLD A FEDERAL

No.014

B-21-23S-31E

30-015-35307-00-00

Inspection Date

01/09/2018

Inspection

Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

Routine/Periodic

Tony Morales

Yes

No

4/14/2018

iTM1800939981

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

LOCATION SIGN DOWN 19.15.10.8

PJ STAINING AROUND WELLHEAD.

PURE GOLD A FEDERAL No.016

Type Inspection Inspector

H-21-23S-31E *Significant Violation? Non-Compliance? 30-015-35309-00-00 Corrective

Inspection No.

01/09/2018 Routine/Periodic Tony Morales

Yes No Action Due By: 4/14/2018

iTM1800947871

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD

19.15.10.8

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 Divison Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,

Artesia OCO 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.