

State Of New Mexico **Energy, Minerals and Natural Resources Department**

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst

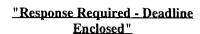
Cabinet Secretary

Todd E. Leahy, JD, PhD

Deputy Cabinet Secretary

Adrienne Sandoval

Division Director



Field Inspection Program "Preserving the Integrity of Our Environment"



24-Jul-19

XTO ENERGY, INC 6401 Holiday Hill Road Building #5 Midland, TX 79707

LETTER OF VIOLATION - Field Inspection

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-015-44388] REMUDA BASIN SWD #001

OGRID: 5380

O-25-23S-29E 1320 FSL 1980 FEL

Inspection Date

Type Inspection

Inspector

Corrective Action Due By

Inspection No.

7/23/2019

Routine Inspection

[GC] Gilbert Cordero

10/21/2019

iGC1920433209

Violations:

Rule

Violation

19.15 Oil and Gas

Mechanical Integrity Failure Recorded

Comment:

Surface casing had blow - intermediate casing has 1800 psi. Both casings show cement

circulated.

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.

Sincerely.

Artesia OCD District Office