Susana Martinez Governor

John H. Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretar Jami Bailey, Division Director Oil Conservation Division



LETTER OF VIOLATION -

*Response Required - Deadline

Field Inspection Program "Preserving the Integrity of Our Environment"

19-Aug-13

XTO ENERGY, INC 200 N LORAINE STE 800 MIDLAND TX 79701 HOBBS OCD AUG 1 9 2013

RECEIVED

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

EUNICE MONUMENT SOUTH UNIT No.229					N-4-21S-36E *Significant	30-025-04467-00- Corrective	
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
08/19/2013	File and Com	pliance	Sylvia Dickey	Yes	No	11/22/2013	iSAD1323141333
Comments on Inspection: FILE REVIEW		AND COMPLIANC	CE CHECK *	**OPERATOR IN VIO	LATION OF		
NMOCD RULE 19.15.26.11***NO CHANGE IN WELL STATUS OUT OF							
		COMPLIANCE	DUE TO FAILED	MECHANIC	AL INTEGRITY TEST	MARCH 13,	
		2013**2ND NO	TICE OF VIOLAT	ION**			

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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,

Hobbs OCD District Office

COMPLIANCE OFFICER

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



XTO ENERGY, INC. ATTN: STEPHANIE RABADUE 200 N. LORAINE STE. 800 MIDLAND, TX 79701