State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary

Brett F. Woods, Ph.D.

Deputy Cabinet Secretary

Jami Bailey, Division Director Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

25-Jun-14

HOBBS OCD

EOG RESOURCES INC

P.O. BOX 2267

MIDLAND TX 79702

JUN 2 6 2014

RECEIVED

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.

			INSPECTIO	V DETAIL	L SECTION		
AUSTIN POWER 28 STATE COM No.0 Inspection Date Type Inspection		001 Inspector	Violation?	C-28-13S-35E *Significant Non-Compliance?	30-025-37251-00- Corrective Action Due By:	-00 Inspection No.	
06/25/2014	Routine/Periodic Violations Surface Damage/Restoration		Mark Whitaker	Yes	No	8/25/2014	iMAW1417625906
Comments		and tank on sou		NEED TO CO	g section number. Sho DRRECT DRY HOLE		
BOLERO STATE No.001					L-2-8S-37E	30-041-20898-00	-00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
06/25/2014	Routine/Period	dic	Mark Whitaker	Yes	No	8/25/2014	iMAW1417626102

Violations

Comments on Inspection:

Surface Damage/Restoration

DO NOT RELEASE. Dry hole marker has incorrect API number and footage information is incomplete. Well head and grating on west side of location. NEED TO CORRECT DRY HOLE MARKER PLATE AND REMOVE WELLHEAD AND GRATING FROM WEST SIDE OF

LOCATION-1st notice.

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,

COMPLIANCE OFFICER

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



015H14150977 \$0.69 06/25/14 Majled From 88240

EOG RESOURCES INC P.O. BOX 2267 MIDLAND, TX 79702-2267