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

STEET NEW MERCO

"Response Required - Deadline Enclosed"

Field Inspection Program
"Preserving the Integrity of Our Environment"

14-Jun-19

CONOCOPHILLIPS COMPANY P.O.Box 2197 Office SP2-12-W156 Houston, TX 77252 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

[30-025-30019] EAST VACUUM (GSA) UNIT #003

OGRID: 217817

L-33-17S-35E 2630 FSL 400 FWL

Inspection Date 6/14/2019

Type Inspection
Routine Inspection

Inspector
[GR] Gary Robinson

Corrective Action Due By 9/12/2019

Inspection No.

iGR1916528550

Violations:

Rule

Violation

19.15.26 Injection

Detection of Deficient Mechanical

Integrity

Comment:

BHT FAILED, RULE: 19.15.26.11, INT CASING HAD 69 PSI AND WOULD NOT BLOW DOWN, WELL

IS TO BE SHUT IN.

19.15 Oil and Gas

Mechanical Integrity Failure

Recorded

Comment:

Auto Generated Violation - MIT Failure exits.

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,

Hobbs OCD District Office

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

Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240 Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.state.nm.us

District 1 1625 N. French Dr., Hobbs NM 88240 Phone(575)393-6161 Fax: (575)939-0720

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Disision Hobbs District Office BRADENHEAD TEST REPORT

Operator Name									API Number				
ConocoPhillips Company								HOBBS OCD				3002530019	
MAY										19			
									Well No				
	East Vacuu	um GB-SA 3374				RECEIVED		003					
BEE													
Surface Location													
UL - Lot	ot SEC Tnsp		Range Feet Fro		t From	· - · · · · · · · · · · · · · · · · · ·				E/W Line		County	
L	33	17\$	35E	2630			S		400			LEA	
Well Status													
TA'I	D WELL		SHUT-IN YES		ראו (או		INJECTOR SWD (PRODU	CER	DATE	
YES	Œ	YES							OIL	GAS		3-A-19	
OBSERVED DATA													
(A)Surface (B)Interm (1) (C)Inter								erm (2) (D)		(D) Pro	d Csg	(E)Tubing	
Pre	essure								_			241	
	racteristic				49		N/A			262			
	Puff		Y /N)		⊘ / N		Y /		N		/ / N	_	
	dy Flow		Y / 🕅		Ø/ N		Y		Y / N		/ N	WTR	
	irges		Y / 100		Y / (N)		Y /		<u>\</u>	Y / N		GAS	
	o Nothing or Oil		⑦ / N Y / ⑩		Y / 🕦 Y / 🕦						/ N / N		
	/ater		Y //Ns		Y / 🐧		Y / N				/ N	_	
Remarks-Please state for each string (A,B,C,D) pertinent information regarding bleed down or continuous build up if applies. (B) In: fial puff of pressure down to steady flow of gas pressure. Steady flow of gas was observed for 20min. with no change.													
Signature: Butte Vlutte										OIL CONSERVATION DIVISION			
Print name: B. Hunter North									Entered in RBDMS				
Title: MSO									Re-test				
E-mail Address: Hunter, North @ contractor, conocaphilips.com													
Date: 3.19-19 Phone: 575-764-6032													
			ness:			,							

EMNRD OIL CONSERVATION DIVISION 1625 N FRENCH DRIVE HOBBS NM 88240



NEOPOST
FIRST-CLASS MAIL

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06/14/2019 ZIP 88240
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CONOCOPHILLIPS COMPANY P O BOX 2197 **OFFICE SP2-12-W156** HOUSTON, TX 77252