State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

HOBBS OCD

John H. Bemis Cabinet Secretary APR 1 5 2013

Jami Bailey, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

RECEIVED

Response Required – Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Oar Environment"

12-Apr-13

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

LETTER OF VIOLATION -

APR 1 5 2013

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.239				J-4-21S-36E	30-025-04468-00-	
Inspection				*Significant	Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
04/12/2013	Bradenhead	Sylvia Dickey	Yes	No	7/16/2013	iSAD1310235225
Comments on Inspection: ***OPERATOR IN VIOLATION OF				RULE 19.15.26.10***C	PERATION AND	
	-	MAINTENANCE**** DUE TO O	VER PRESS	URE LIMIT; OPERAT	OR REPORTED	
	F	ER BHT SURVEY 3/14/2013 AN	INJECTION	PRESSURE OF 805 PS	SI-APPROVED	
	P	RESSURE LIMIT IS 734 PSI***				
EUNICE MONUMENT SOUTH UNIT No.210					30-025-04469-00-	
	ONUMENT SO	UTH UNIT No.210		C-4-21S-36E		00-
Inspection				*Significant	Corrective	
Inspection Date	Type Inspection	Inspector	Violation?			00- Inspection No.
Inspection		Inspector	Violation? Yes	*Significant	Corrective	
Inspection Date 04/12/2013	Type Inspection Routine/Periodi	Inspector	Yes	*Significant Non-Compliance? No	Corrective Action Due By: 7/16/2013	Inspection No. iSAD1310247226
Inspection Date 04/12/2013	Type Inspection Routine/Periodi on Inspection: ***	Inspector c Sylvia Dickey	Yes ANCE***PE	*Significant Non-Compliance? No R BHT SURVEY-3/13/	Corrective Action Due By: 7/16/2013 /2013-OPERATOR	Inspection No. iSAD1310247226

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Inspection Date	Type Inspection	OUTH UNIT N	Inspector	Violation?	B-4-21S-36E *Significant Non-Compliance?	30-025-04479-0 Corrective Action Due By:	Inspection No.
04/12/2013 Comments of	Bradenhead on Inspection:	REPORTED 600	# ON CASING; O	CD WILL RI	No R BHT SURVEY 3/14/ EQUEST OPERATOR Γ INFORMATION TO	2013 OPERATOR MONITOR	iSAD1310246807 DFFICE
Inspection		OUTH UNIT N			D-4-21S-36E *Significant	30-025-04493-00 Corrective	-
Date 04/12/2013	Type Inspection Bradenhead on Inspection:		Inspector Sylvia Dickey	Violation? Yes	Non-Compliance? No R BHT SURVEY 3/14/		Inspection No. iSAD1310247003
Comments	on inspection:	REPORTED 580	# ON CASING; O	CD WILL RE	QUEST OPERATOR N INFORMATION TO	MONITOR	FFICE
	ONUMENT S	OUTH UNIT N	o.185		B-5-21S-36E	30-025-04512-00 Corrective)-
Inspection Date 04/12/2013	Type Inspection Bradenhead		Inspector Sylvia Dickey	Violation? Yes	*Significant Non-Compliance? No	Action Due By:	Inspection No. iSAD1310234337
	on Inspection:	***OPERATOR MAINTENANC	IN VIOLATION C E**** DUE TO O EY 3/14/2013 AN	VER PRESSI	RULE 19.15.26.10***O JRE LIMIT; OPERATO PRESSURE OF 800 PS	PERATION AND DR REPORTED	
EUNICE M Inspection	ONUMENT S	OUTH UNIT N	o.324		J-8-21S-36E *Significant	30-025-04554-00 Corrective	0-
Date 04/12/2013	Type Inspection Bradenhead		Inspector Sylvia Dickey	Violation? Yes	Non-Compliance? No	Action Due By: 7/16/2013	Inspection No. iSAD1310250102
Comments o	on Inspection:	***OPERATOR MAINTENANC PER BHT SURV	IN VIOLATION C E**** DUE TO O	VER PRESSU	RULE 19.15.26.10***O JRE LIMIT; OPERATO PRESSURE OF 782 PS	PERATION AND OR REPORTED	
EUNICE M Inspection	ONUMENT S	OUTH UNIT N	0.336		N-8-21S-36E *Significant	30-025-04557-0 Corrective)-
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
04/12/2013 Comments of	Bradenhead on Inspection:	***OPERATOR MAINTENANC	E**** DUE TO O EY 3/13/2013 AN	VER PRESSU	No RULE 19.15.26.10***O JRE LIMIT; OPERATO PRESSURE OF 813 PS	PERATION AND OR REPORTED	iSAD1310240829
Inspection Date	Type Inspection		Inspector	Violation?	B-8-21S-36E *Significant Non-Compliance?	30-025-04569-00 Corrective Action Due By:	Inspection No.
04/12/2013 Comments o	Bradenhead on Inspection:	***OPERATION REPORTED 580	# ON CASING; O	CD WILL RE	No R BHT SURVEY 3/13/2 EQUEST OPERATOR I Γ INFORMATION TO	2013 OPERATOR MONITOR	iSAD1310247773 IFFICE
EUNICE M Inspection	ONUMENT S	OUTH UNIT N	o.299		F-9-21S-36E *Significant	30-025-04571-00 Corrective)-
Date)4/12/2013	Type Inspection Bradenhead		Inspector Sylvia Dickey	Violation? Yes	Non-Compliance? No	Action Due By:	Inspection No. iSAD1310248178
	on Inspection:	REPORTED 560	# ON CASING, OC	D-WILL-RE	R BHT SURVEY 3/13/ QUEST OPERATOR N INFORMATION TO	2013 OPERATOR MONITOR	
	2 - 24 -		nanyyy) a konser a kongana ng ngunoka ang guna n	mman faalole e faan e ee		aanse versenaar - I staanse - Aanse verse vijnen ken - ver	

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EUNICE M Inspection	ONUMENT S	OUTH UNIT No.342		P-9-21S-36E *Significant	30-025-04583-0 Corrective)0-		
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.		
04/12/2013	Bradenhead	Sylvia Dickey	Yes	No	7/16/2013	iSAD1310250444		
Comments on Inspection:		***OPERATION AND MAINTENANCE*** **PER BHT SURVEY 3/13/2013						
		OPERATOR REPORTED 520 # ON	CASING; C	CD WILL REQUEST C	PERATOR TO			
		MONITOR CASING PRESSURE FO	OR BUILD I	JP, REPORT INFORMA	ATION TO OCD E	ISTRICT I OFFICE		
EUNICE M	ONUMENT S	OUTH UNIT No.301		H-9-21S-36E	30-025-04587-00-			
Inspection				*Significant	Corrective			
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.		
04/10/0010								
04/12/2013	Bradenhead	Sylvia Dickey	Yes	No	7/16/2013	iSAD1310240335		
	Bradenhead	Sylvia Dickey ***OPERATOR IN VIOLATION O	- +			iSAD1310240335		
		5	F NMOCD I	RULE 19.15.26.10***OF	PERATION AND	iSAD1310240335		
		OPERATOR IN VIOLATION O	F NMOCD I /ER PRESSI	RULE 19.15.26.10OF URE LIMIT; OPERATO	PERATION AND R REPORTED	iSAD1310240335		

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.

Sinderely

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.

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XTO ENERGY, INC. ATTN: STEPHANIE RABADUE 200 N. LORAINE STE. 800 MIDLAND, TX 79701 1 5 2013