

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

John H. Bemis  
Cabinet Secretary

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

Jami Bailey, Division Director  
Oil Conservation Division



HOBBS OCD  
JUL 15 2013

RECEIVED

**\*Response Required - Deadline**

*Field Inspection Program*  
*"Preserving the Integrity of Our Environment"*

12-Jul-13

**OXY USA WTP LIMITED PARTNERSHIP**  
**P.O. Box 50250**  
**Midland, TX 79710**

**Attn: David Stewart:**

**LETTER OF VIOLATION -**

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**

**WARREN MCKEE UNIT No.001**

**F-7-20S-38E**

**30-025-07743-00-**

| Inspection<br>Date | Type Inspection | Inspector     | Violation? | *Significant<br>Non-Compliance? | Corrective<br>Action Due By: | Inspection No. |
|--------------------|-----------------|---------------|------------|---------------------------------|------------------------------|----------------|
| 07/12/2013         | Pressure Test   | Sylvia Dickey | Yes        | No                              | 10/15/2013                   | iSAD1319352790 |


**Comments on Inspection:** S/RPT C103 APPROVED 7/12/2013; MIT ONLY; SYLVIA DICKEY OF OCD 1 CALLED DAVID STEWART LEFT MESSAGE ON 7/12/2013; \*\*PRIOR MIT FAILURE 10/25/2011; NO SUBSEQUENT REPORT PERTAINING TO REMEDIAL WORK PERFORMED AS A RESULT OF THE REQUEST FOR A NEW PKR SETTING DEPTH APPROVED BY JAIME BAILEY 11/30/2011 NEW APPROVED PKR DEPTH IS 4085'; \*\* \*\*OPERATOR IN VIOLATION OF NMOCD RULE 19.15.7.14 - "SUNDRY NOTICES AND REPORTS ON WELLS"\*\*\*

July 12, 2013

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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 Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,



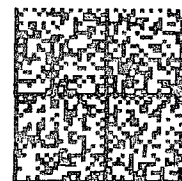
Hobbs OCD District Office

**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



HASLER 015H14150977  
\$0.46  
07/12/13  
Mailed From 88240  
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OXY USA WTP Limited Partnership  
ATT: David Stewart  
P O Box 50250  
Midland, TX 79710