State Of New Mexico **Energy, Minerals and Natural Resources Department**

Michelle Lujan Grisham

Sarah Cottrell Propst

Cabinet Secretary

Todd Leahy

Deputy Cabinet Secretary

Gabriel Wade Division Director



"Response Required - Deadline Enclosed"

Field Inspection Program "Preserving the Integrity of Our Environment"

17-Jan-19

OCCIDENTAL PERMIAN LTD P.O. Box 4294 Houston, TX 77210-4294

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

[30-025-05448] NORTH HOBBS G/SA UNIT #131		OGRID: 157984		L-13-18S-37E	1980 FSL 330 FWL
Inspection Date 1/16/2019 Violations:	Type Inspection Routine Inspection	Inspector [GR] Gary Robinson	Corrective Action Due By 4/16/2019		Inspection No. iGR191636270

Rule

19.15 Oil and Gas Mechanical Integrity Failure Recorded 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

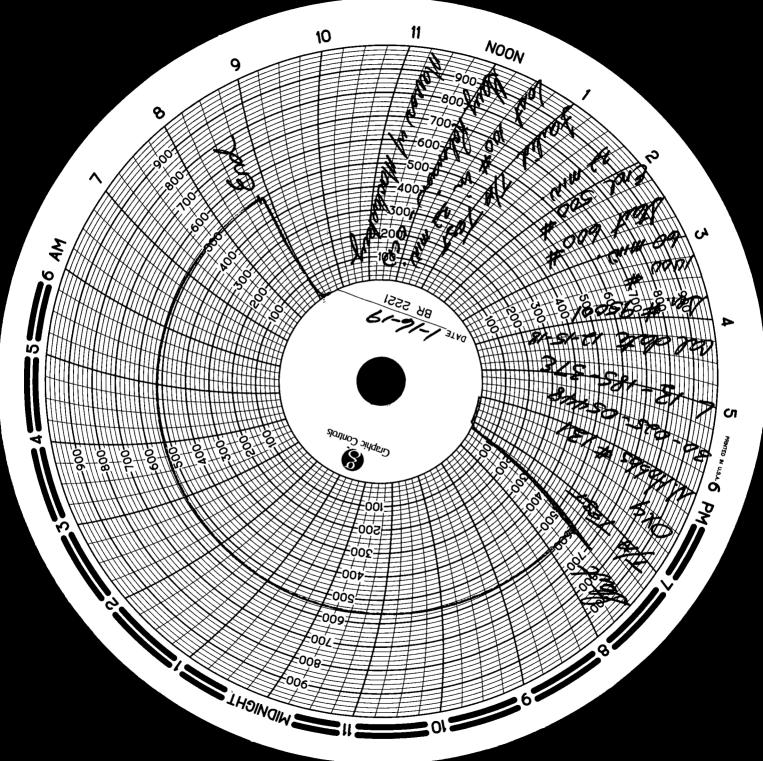
Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240 Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.state.nm.us

EMNRD OIL CONSERVATION DIVISION 1625 N FRENCH DRIVE HOBBS NM 88240



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Tide:

Date:

E-mail Address:

Phone:

V/In. 0036

State of New Mexico

Energy, Minerals and Natural Resources Department Oil Conservation Division Hobbs District Office

BRADENHEAD TEST REPORT Operator Flaine 30-025 - 05448 Property Plane HUBBS ² Surface Location Township 1980 **30** 19/3 Lines 330 37E 3 Well States 1-16-1 TA'D WELL SMUT-II! INJECTOR: YES 37/D 110 HIJ HO OBSERVED DATA (E)Tubing (A)Surface B)Interm(1) (C)Interm(2) (D)Prod Car Pressure NONE Flow Characteristics Paif V/O 3 / N Y/H Siendy Flow Y/M 771 17 / N GAS ¥ 10 ¥ / 11 7 / M Surges 65 - 2 Beld $\overline{\mathbf{v}}$ $/\overline{\mathbf{n}}$ Down to nothing **@**/ ii 15), 19162. 5. 75.25 to 22 Y/O Gas or OH V/H ¥ / 70 m. 6. Watar ¥ /6 Como des - Please sinte for each string (A.B.C.D.E) per tinent information regarding bleed down or continuous build up if applies. Signature: OIL CONSERVATION DIVISION Printed name: Entered into REDF. 5

Re-list