



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

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Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

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

26-Jul-05

DEVON ENERGY PRODUCTION COMPANY, LP

PO Box 250

Artesia NM 88210

NOTICE 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.

INSPECTION DETAIL SECTION

TODD 23 J FEDERAL No.002

J-23-23S-31E

30-015-22473-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2005	Routine/Periodic	Chris Beadle	Yes	No	8/26/2005	iCLB0520747687
Violations						
Surface Leaks/Spills						

Comments on Inspection: Contamination around wellhead and along northern and southern sides of pumpjack running off approximately 50 feet to the south and southwest across site. Remediation required.

TODD 23 I FEDERAL No.004

I-23-23S-31E

30-015-26928-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2005	Routine/Periodic	Chris Beadle	Yes	No	8/26/2005	iCLB0520747154
Violations						
Surface Damage/Restoration						
Surface Leaks/Spills						

Comments on Inspection: Tank battery on site (Todd 23 BC Federal Battery) has berm made up of mostly contaminated soils and caliche material on south and west sides. Gravel inside tank battery fence and berm covers contaminated soils. Pump and sump area outside northwest corner of tank battery berm has gravel covering contaminated soil. Run off from this pump and sump area has run off into pasture to the west approximately 50 feet. Remediation Required. Contact NMOCD District 2 Environmental Compliance Officer to discuss remediation requirements.

TODD 23 J FEDERAL No.014

J-23-23S-31E

30-015-27384-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2005	Routine/Periodic	Chris Beadle	Yes	No	8/26/2005	iCLB0520747784
Violations						
Surface Leaks/Spills						

Comments on Inspection: Contamination around wellhead and along northern and southern side of pumpjack running off approximately 50 feet to the southwest across site. Remediation required.

TODD 23 P FEDERAL No.015

P-23-23S-31E

30-015-28342-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2005	Routine/Periodic	Chris Beadle	Yes	No	8/26/2005	iCLB0520746086
Violations						
Surface Leaks/Spills						

Comments on Inspection: Contamination around wellhead and along northern and southern sides of pumpjack. Remediation required.

TODD 23 B FEDERAL No.030

B-23-23S-31E

30-015-32155-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2005	Routine/Periodic	Chris Beadle	Yes	No	8/26/2005	iCLB0520745583
Violations						
Surface Leaks/Spills						

Comments on Inspection: Contamination around wellhead and along southern side of pumpjack. Remediation required.

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,



Artesia 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.