

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

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Director

Oil Conservation Division

Field hispection Program
"Presenting the imaging of the 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.

	INSPECTIO	ON DETAIL	SECTION		
FEDERAL No.002 Type Inspection	Inspector	Violation?	J-23-23S-31E *Significant Non-Compliance?	30-015-22473-00- Corrective Action Due By:	00 Inspection No.
Routine/Periodic Violations Surface Leaks/Spills	Chris Beadle	Yes	No	8/26/2005	iCLB0520747687
approximat			across site. Remedia	tion required.	
Type Inspection •	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Routine/Periodic Violations Surface Damage/Restoration	Chris Beadle	Yes	No	8/26/2005	iCLB05207471.54
	Routine/Periodic Violations Surface Leaks/Spills on Inspection: Contamina approximate FEDERAL No.004 Type Inspection Routine/Periodic Violations	Type Inspection Inspector Routine/Periodic Chris Beadle Violations Surface Leaks/Spills on Inspection: Contamination around wellhead ar approximately 50 feet to the south FEDERAL No.004 Type Inspection Inspector Routine/Periodic Chris Beadle Violations Surface Damage/Restoration	Type Inspection Inspector Violation? Routine/Periodic Chris Beadle Yes Violations Surface Leaks/Spills on Inspection: Contamination around wellhead and along norther approximately 50 feet to the south and southwest FEDERAL No.004 Type Inspection Inspector Violation? Routine/Periodic Chris Beadle Yes Violations Surface Damage/Restoration	Type Inspection Inspector Violation? *Significant Non-Compliance? Routine/Periodic Chris Beadle Yes No Violations Surface Leaks/Spills on Inspection: Contamination around wellhead and along northern and southern sides approximately 50 feet to the south and southwest across site. Remedia FEDERAL No.004 Type Inspection Inspector Violation? *Significant Non-Compliance? Routine/Periodic Chris Beadle Yes No Violations Surface Damage/Restoration	FEDERAL No.002 Inspector Violation? Routine/Periodic Violations Surface Leaks/Spills on Inspection: Contamination around wellhead and along northern and southern sides of pumpjack running approximately 50 feet to the south and southwest across site. Remediation required. FEDERAL No.004 Type Inspection: Inspector Violation? Violation? Non-Compliance? *Significant Corrective *Significant *Significant Corrective *Significant Non-Compliance? Action Due By: No 8/26/2005 Violations Surface Damage/Restoration

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

07/26/2005

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance? Corrective

Inspection No.

Routine/Periodic

Chris Beadle

Yes

No

Action Due By: 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

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance? No

Corrective Action Due By:

Inspection No.

07/26/2005 Routine/Periodic Chris Beadle

Yes

8/26/2005

iCLB0520746086

Violations

Surface Leaks/Spills

Comments on Inspection:

Contamination around wellhead and along northern and southern sides of pumpjack. Remediation

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 Divison 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.