State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary **David Catanach** Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

15-Dec-17

XTO ENERGY, INC 500 W. ILLINOIS, STE 100 MIDLAND TX 79701

LETTER 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	N DETAIL	SECTION		
REMUDA BASIN 19 FEE No.001 Inspection Date Type Inspection			Inspector	Violation?	C-19-23S-30E *Significant Non-Compliance?	30-015-28398-00-0 Corrective Action Due By:)0 Inspection No.
12/15/2017	Routine/Perio Violations General Houseke	dic eping (Rule 114)	Tony Morales	Yes	No	3/20/2018	iTM1734938252
Comments	on Inspection:	OK. All Equipm 19.15.10.8	ent and Location ir	God Shape.	PJ. STAINING	AROUND WELL HE	AD.
REMUDA BASIN 19 FEDERAL No.001					A-19-23S-30E 30-015-28902-00-00		
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/15/2017	Routine/Perio Violations General Houseke		Tony Morales	Yes	No	3/20/2018	iTM1734938855
Comments	on Inspection:		ent and Location ir	Good Shape.	PJO STAININ	G AROUND WELLH	EAD

REMUDA I Inspection Date	BASIN STAT	-	Inspector	Violation?	D-19-23S-30E *Significant Non-Compliance?	30-015-31335-00- Corrective Action Due By:	00 Inspection No.
12/15/2017	Routine/Perio Violations General Housek	odic eeping (Rule 114)	Tony Morales	Yes	No	3/20/2018	iTM1734937881
Comments	on Inspection:	OK. All Equipr POWER OFF /	nent and Location in TAGGED	Good Shape	PJ. STAINING	G AROUND WELL H	EAD.
NASH UNI	Г No.045Н				D-18-23S-30E	30-015-42048-00-	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/15/2017	Routine/Perio Violations Absent Well Ide	odic ntification Signs (R	Tony Morales	Yes	No	3/20/2018	iTM1734934385
Comments	on Inspection:	OK. All Equipr WRONG 19.1:	nent and Location in 5.16.8	Good Shape	API NUMBER ON LOCATION SIGN IS		

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.

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.