

NL & MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary

23-Apr-02

OXY USA WTP LIMITED PARTNERSHIP PO BOX 4294 HOUSTON, TX 77210-4294

Dear Operator:

A review of our records and recent inspection(s) indicate that the subject well(s) has been shut-in for an extended period of time. Rule 201 of the Rules and Regulation of the Oil Coservation Divison provides that a well may be shut-in no longer than sisty days after suspension of drilling operations, upon determining that ther well is no longer usable (e.g., a dry hole), or one year after last production. To comply with guidelines as established in the Rules and Regulations, corrective actions must be taken immediately and the situation brought into compliance.

ATTN! Van Barton

The detail section below indicates preliminary findings and/or probable nature of the violation. This is a subjective determination based on one or more factors of the results of the inspection.

The following options are available:

1. Immediately restore the well(s) to production, injection or disposal as applicable.

2. Request Temporary Abandoned' status pursuant to Rule 203, which requires that you set a plug and conduct a mechanical integrity test.

3. Submit a proposal to Plug and Abandon' the well(s) pursuant to Rule 202, proceed with plugging procedures on a timely basis after the proposal has been evaluated, amended and/or approved.

To avoid further action, we request that you exercise one of the above options no later than the "Corrective Action" due date indicated below.

Please be advised that this Notice of Violation may be followed by an application for an order to Show Cause why the bond should not be forfeited, the well pluggedand civil pentalties assessed. Please notify this office at least 24 hours prior to any repair and/or plugging, subsequent mechanical integrity test, or to request TA status for the well(s).

	IDLE WELL INSPE	CTION DETAIL SECT	TION	
OXY SWINGER 001Q G-15-18S		30-015-31931-00-00	Inspection No. iVAB0211340836	
Inspection Date: 4/23/2	2002 11:20:19 AM	Corrective Action Due by: 5-23-02		
Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	
Routine/Periodic Comments on Inspection:	Van Barton Violation of Rule 103 and 20	Yes	No	

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely,

Tim Gum, District II, Supervisor



* Significant Non-Compliance events are reported directly to the U.S. Envrionmental Protection Agency, Region VI, Dallas, Texas.

NOTICE OF VIOLATION

Lori Wrotenbery

Director

Oil Conservation Division



NEV. MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

Psell Inspection Program "Preserving the talegray of our Environment"

23-Apr-02

OXY USA WTP LIMITED PARTNERSHIP PO BOX 4294 HOUSTON, TX 77210-4294

Dear Operator:

The following inspection(s) indicate one or more violations as described in the detail section below. The inspection(s) indicates that the well, equipment, location or operational status failed to meet standards of the New Mexico Oil Conservation Division. 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 below 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.

Please notify the proper district office of the Division of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

		INSI	PECTION DETAIL	L SECTION		
OXY ENGELBERT 001		N-15-18S-25E	30-015-31845-00-00			
Inspection Date 04/23/2002	Type Inspection Routine/Periodic	Inspector Van Barton	Violation? Yes	*Significant Non-Compliance? No	Corrective Action Due By: 5-/0-02	Inspection No. iVAB0211342542
Comments	on Inspection: We	ll sign needs API nu	mber. Violation of rule	103.	-70 00	
OXY SWIN	GER 001Q		G-15-18S-25E	30-015-31931-00-0	0	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/23/2002	Routine/Periodic	Van Barton	Yes	No	5	NADOLIA (COA)
Comments o	on Inspection: Vio	lation of Rule 103 ar	nd 201.	5.	-23-02	



Thank you for your prompt attent. 5 this matter and your efforts in helping to pr. 5. our environment and the infrastructure of the oil and gas industry.

Sincerely,

Oil Conservation Division, District II

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.