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"

14-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		
NASH UNIT Inspection Date	Г No.010 Type Inspection	Inspector	Violation?	G-13-23S-29E *Significant Non-Compliance?	30-015-26992-00- Corrective Action Due By:	00 Inspection No.
12/14/2017	Routine/Periodic Violations General Housekeeping (Rule	Tony Morales	Yes	No	3/19/2018	iTM1734853517
Comments	LOCATIO	quipment and Location ir DN 19.15.10.8	Good Shape	. PJ. POWER OF	FF GREEN POLY OF	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/14/2017	Routine/Periodic Violations General Housekeeping (Rule	Tony Morales	Yes	No	3/19/2018	iTM1734832098
Comments	on Inspection: OK. All E	quipment and Location ir	n Good Shape	. PJ STAINING A	ROUND WELLHEA	0

NASH UNI	No.023				E-13-23S-29E	30-015-28272-00-0	1	
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
12/14/2017	Routine/Peric Violations General Houseke	odic eeping (Rule 114)	Tony Morales	Yes	No	3/19/2018	iTM1734853210	
Comments	on Inspection:	OK. All Equip HEAD 19.15.	nent and Location ir 10.8	n Good Shape.	PJO. STAININ	IG AROUND WELL		
NASH UNI Inspection Date	Г No.038 Type Inspectio	n	Inspector	Violation?	N-13-23S-29E *Significant Non-Compliance?	30-015-29737-00-0 Corrective Action Due By:)0 Inspection No.	
12/14/2017	Routine/Perio Violations General Houseke	odic eeping (Rule 114)	Tony Morales	Yes	No	3/19/2018	iTM1734853881	
Comments on Inspection: OK. All E. POWER C			nent and Location ir 19.15.10.8	Good Shape.	PJ. STAINING AROUND WELL HEAD			
REMUDA BASIN 24 STATE		ATE	No.001		N-24-23S-29E 30-015-31511-00-00			
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
12/14/2017	Routine/Perio Violations General Houseko	odic eeping (Rule 114)	Tony Morales	Yes	No	3/19/2018	iTM1734854066	
Comments	on Inspection:	OK. All Equip STAINING 1	nent and Location ir 9.15.10.8	n Good Shape.	HOLDING TAN	NKS / LOCATION		

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,

,02, Ca

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.