

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"

05-Jan-18

OXY USA INC
PO Box 4294
Houston TX 77210-7210

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.

INSPECTION DETAIL SECTION

PURE GOLD D FEDERAL No.002				D-28-23S-31E	30-015-26987-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800539473
Violations						
General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD		
19.15.10.8						
POKER LAKE 32 STATE No.003				H-32-23S-31E	30-015-27095-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800547819
Violations						
Surface Leaks/Spills						
General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD		
FRESH OIL 19.15.10.8						

PURE GOLD B FEDERAL No.014

C-20-23S-31E

30-015-27902-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800535018
Violations General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. 19.15.10.8		
				PJ. STAINING AROUND WELL HEAD		

PURE GOLD B FEDERAL No.011

K-20-23S-31E

30-015-35302-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800536395
Violations General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. HEAD 19.15.10.8		
				PJO. STAINING AROUND WELL		

MOBIL FEDERAL**No.002**

H-29-23S-31E

30-015-37335-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800538969
Violations General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. 19.15.10.8		
				PJ. STAINING AROUND WELL HEAD		

FEDERAL 29 No.005

C-29-23S-31E

30-015-37337-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800542287
Violations Surface Leaks/Spills General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. FRESH OIL 19.15.10.8		
				PJ. STAINING AROUND WELL HEAD		

FEDERAL 29 No.009

G-29-23S-31E

30-015-37697-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800538291
Violations General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. WELLHEAD 19.15.10.8		
				PJ POWER OFF STAINING AROUND		

PURE GOLD B FEDERAL No.013

K-20-23S-31E

30-015-38542-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800536228
Violations General Housekeeping (Rule 114)						
Comments on Inspection:				OK. All Equipment and Location in Good Shape. HEAD 19..15.10.8		
				PJO. STAINING AROUND WELL		

POKER LAKE 32 STATE No.008

E-32-23S-31E

30-015-27097-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800547285
Violations Surface Leaks/Spills General Housekeeping (Rule 114)						

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ . STAINING AROUND WELL HEAD
FRESH OIL 19.15.10.8

PURE GOLD D FEDERAL No.017

E-28-23S-31E

30-015-27112-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800543603
Violations General Housekeeping (Rule 114)						

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD
19.15.10.8

MOBIL FEDERAL**No.004**

A-29-23S-31E

30-015-27114-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800539212
Violations General Housekeeping (Rule 114)						

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD OLD TUBING / SUCKER RODS ON LOCATION 19.15.10.8

POKER LAKE 32 STATE No.005

C-32-23S-31E

30-015-27171-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800546164
Violations Surface Damage/Restoration General Housekeeping (Rule 114)						

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD.
FLOW LINE NORTH EAST OF PJ STAINING STAINED AREA APPROX 15' X 45'

PURE GOLD D FEDERAL No.005

C-28-23S-31E

30-015-27216-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800539713
Violations Surface Damage/Restoration General Housekeeping (Rule 114)						

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD
STAINED AREA APPROX. 30' X 45'

PURE GOLD B FEDERAL No.005

L-20-23S-31E

30-015-27289-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800535507
Violations General Housekeeping (Rule 114)						

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD 19.15.10.8

PURE GOLD B FEDERAL

No.016

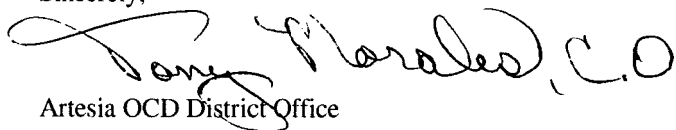
F-20-23S-31E

30-015-38555-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/05/2018	Routine/Periodic	Tony Morales	Yes	No	4/10/2018	iTM1800533387
Violations General Housekeeping (Rule 114)						
Comments on Inspection:		OK. All Equipment and Location in Good Shape. 19.15.10.8		PJ. STAINING AROUND WELL HEAD		

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.

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.