



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**Susana Martinez**  
Governor

**John H. Bemis**  
Cabinet Secretary

**Jami Bailey**  
Division Director  
Oil Conservation Division

**\*Response Required – Deadline Enclosed\***

*Wild Species Program  
Protecting Wildlife and the Environment*

10-Nov-11

**OXY USA INC**  
PO BOX 4294  
HOUSTON TX 77210

## 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.

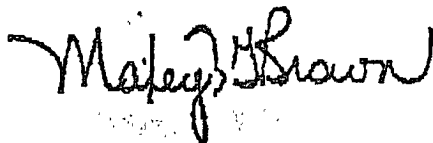
### INSPECTION DETAIL SECTION

AZTEC STATE COM No.002				A-26-13S-32E	30-025-22931-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
11/09/2011	Plugged Well Surface Restor	Maxey Brown	Yes	No	11/30/2011	iMGB1131344240	
Comments on Inspection:	DO NOT RELEASE 19 15.25 10 LOCATION IS NOT READY EXTENSION HAS EXPIRED SURPLUS EQUIPMENT STILL ON LOCATION AS PREVIOUS INSPECTION INDICATED PLEASE CONTACT DANIEL SANCHEZ (ENFORCEMENT AND COMPLIANCE MANAGER, SANTA FE OFFICE, 505-476-3493) IF YOU HAVE ANY QUESTIONS. 3RD LETTER OF NON-COMPLIANCE MGB						

AZTEC SP STATE COM No.005				C-26-13S-32E	30-025-23097-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
11/09/2011	Plugged Well Surface Restor	Maxey Brown	Yes	No	11/30/2011	iMGB1131343175	
Comments on Inspection:	DO NOT RELEASE RULE 19.15 25 10 LOCATION IS NOT READY EXTENSION HAS EXPIRED. TANKS, WELLHEAD, FENCING, HEATER TREATER STILL IN PLACE. (PUMPING UNIT AND BASE ONLY EQUIP REMOVED) PLEASE CONTACT DANIEL SANCHEZ (ENFORCEMENT AND COMPLIANCE MANAGER , 505-476-3493, SANTA FE OFFICE) IF YOU HAVE ANY QUESTION 3RD LETTER OF NON-COMPLIANCE. MGB						

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

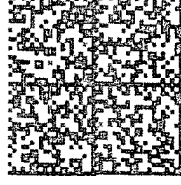


**COMPLIANCE OFFICER**

Hobbs 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

EMNRD  
OIL CONSERVATION DIVISION  
1625 N FRENCH DRIVE  
HOBBS NM 88240



015H14150977  
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