

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

Field Inspection Program
"Preserving the Integrity of Our Luvironment"

30-Jan-12

HOBBS OCD

OXY USA WTP LIMITED PARTNERSHIP

JAN 30 2012

PO BOX 4294

HOUSTON TX 77210

RECEIVED

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

G-19-24S-37E 30-025-11164-00-00 THOMAS No.002 *Significant Corrective Inspection Violation? Inspection No. Type Inspection Inspector Non-Compliance? Action Due By: Date iMAW1202633521 Routine/Periodic 3/30/2012 01/26/2012 Mark Whitaker Yes No Violations Surface Damage/Restoration DO NOT RELEASE BOND. The following items will need to be removed: power pole, Comments on Inspection: transformers, power lines, flowling riser and t-posts at dry hole marker, tank, transfer pump, piping, heater treater base, and other debris south of dry hole marker. Remediate soil around tank battery site and contour location. 1st notice.

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. 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



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OCCIDENTAL PERMIAN LTD 1017 W STANOLIND RD HOBBS, NM 88240