

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

HOBBS OCD

John H. Bemis  
Cabinet Secretary

DEC 20 2012

Jami Bailey, Division Director  
Oil Conservation Division

Brett F. Woods, Ph.D.  
Deputy Cabinet Secretary

RECEIVED



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

*Field Inspection Program  
"Preserving the Integrity of Our Environment"*

20-Dec-12

XTO ENERGY, INC.  
P.O. BOX 700  
EUNICE, NEW MEXICO 88231

XTO ENERGY, INC.  
200 N. LORAIN  
STE. 800  
MIDLAND, TX 79701

**LETTER OF VIOLATION - Inspection**

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**

<b>EUNICE MONUMENT SOUTH UNIT No.001</b>				W-4-21S-36E	<b>30-025-04484-00-</b>
Inspection				*Significant	Corrective
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By: Inspection No.
10/26/2012	Bradenhead	Sylvia Dickey	Yes	No	1/29/2013 iSAD1235447172
Comments on Inspection: INSPECTION VIOLATION; SURFACE VALVE NEEDS TO BE REPLACED; CANNOT CHECK; **OPERATOR IN VIOLATION OF NMOCDD RULE 19.15.26.10****					
<b>EUNICE MONUMENT SOUTH UNIT No.213</b>				J-5-21S-36E	<b>30-025-04503-00-</b>
Inspection				*Significant	Corrective
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By: Inspection No.
10/24/2012	Bradenhead	Sylvia Dickey	Yes	No	1/27/2013 iSAD1235441281
Comments on Inspection: OPERATOR WILL MONITOR SURFACE BUILDS BACK UP IMMEDIATELY. OPERATOR WILL MONITOR CASING; PRESSURE CONSISTENTLY BUILDS BACK UP ON CASING AFTER BLEED DOWN. ****OPERATOR IN VIOLATION OF NMOCDD RULE 19.15.26.10***					
<b>EUNICE MONUMENT SOUTH UNIT No.359</b>				C-15-21S-36E	<b>30-025-04651-00-</b>
Inspection				*Significant	Corrective
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By: Inspection No.
10/29/2012	Bradenhead	Sylvia Dickey	Yes	No	2/1/2013 iSAD1235531556
Comments on Inspection: OPERATOR MUST MONITOR CASING LITE GAS DOES NOT BLEED DOWN.					

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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,



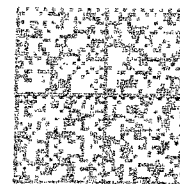
Hobbs OCD District Office

**COMPLIANCE OFFICER**

**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.

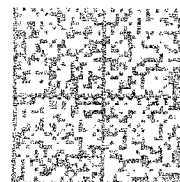
EMNRD  
OIL CONSERVATION DIVISION  
1625 N FRENCH DRIVE  
HOBBS NM 88240



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