State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McOueen

Cabinet Secretary

Matthias Saver

Deputy Cabinet Secretary

David Catanach

Division Director



Underground Injection Control Program "Protecting Our Underground Sources of Drinking Water"

09-Aug-17

OCCIDENTAL PERMIAN LTD 1017 W STANOLIND ROAD HOBBS NM 88240-

LETTER OF VIOLATION and SHUT-IN DIRECTIVE **Failed Mechanical Integrity Test**

Dear Operator:

Test Date:

Test Reason:

The following test(s) were performed on the listed dates on the following well(s) shown below in the test detail section.

The test(s) indicates that the well or wells failed to meet mechanical integrity standards of the New Mexico Oil Conservation Division. To comply with guidelines established by the U.S. Environmental Protection Agency, the well(s) must be shut-in immediately until it is successfully repaired. The test detail section which follows indicates preliminary findings and/or probable causes of the failure. This determination is based on a test of your well or facility by an inspector employed by the Oil Conservation Division. Additional testing during the repair operation may be necessary to properly identify the nature of the well failure.

Please notify the proper district office of the Division at least 48 hours prior to the date and time that the well(s) will be retested so the test may be witnessed by a field representative.

MECHANICAL INTEGRITY TEST DETAIL SECTION

SOUTH HOBBS G/SA UNIT No.216

Active Injection - (All Types)

Permitted Injection PSI:

Actual PSI:

Repair Due: 11/7/2017

30-025-29754-00-00

C-4-19S-38E

Annual IMIT **Test Type:** Std. Annulus Pres. Test

8/4/2017

FAIL TYPE: Other Internal Failure

FAIL CAUSE:

Comments on MIT: MIT Failure RULE: 19.15.26.11, Prod csg woould not blow down, stayed @ 80 PSI on chart

Test Result:

EMNRD OIL CONSERVATION DIVISION 1625 N FRENCH DRIVE HOBBS NM 88240



OCCIDENTAL PERMIAN LTD 1017 W STANOLIND ROAD HOBBS, NM 88240