

State Of New Mexico

Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor
Sarah Cottrell Propst
Cabinet Secretary
Todd Leahy
Deputy Cabinet Secretary

Gabriel Wade
Division Director



"Response Required - Deadline Enclosed"

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

17-Jan-19

OCCIDENTAL PERMIAN LTD
P.O. Box 4294
Houston, TX 77210-4294

LETTER OF VIOLATION - Field Inspection

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-025-37266] SOUTH HOBBS G/SA UNIT #243

OGRID: 157984

F-04-19S-38E 1660 FNL 2106 FWL

Inspection Date	Type Inspection	Inspector	Corrective Action Due By	Inspection No.
1/15/2019	Routine Inspection	[GR] Gary Robinson	4/15/2019	iGR191538377

Violations:

Rule	Violation	Comment
19.15 Oil and Gas	Mechanical Integrity Failure Recorded	Auto Generated Violation - MIT Failure exits.

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

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240
Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.state.nm.us

State of New Mexico
 Energy, Minerals and Natural Resources Department
 Oil Conservation Division Hobbs District Office

BRADENHEAD TEST REPORT

Operator Name <i>Oxy</i>		*API Number <i>30-025-37266</i> ✓	
Property Name <i>SOUTH HOBBS UNIT</i>		Well No. <i>243</i> ✓	

7. Surface Location

1/4 - Lot <i>F</i>	Section <i>4</i>	Township <i>19S</i>	Range <i>38E</i>	Feet from <i>1660</i>	1/8 Line <i>N</i>	Feet from <i>2106</i>	E/W Line <i>W</i>	County <i>LEA</i> ✓
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Well Status

PAID WELL <i>YES</i>	NO	SHUT-IN <i>YES</i>	NO	INJECTOR <i>NO</i>	SWD	<i>OIL</i> PRODUCER <i>OIL</i>	GAS	DATE <i>1-15-19</i> ✓
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OBSERVED DATA

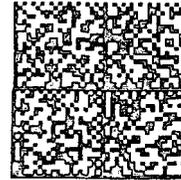
	(A) Surface	(B) Interval 1	(C) Interval 2	(D) Prod Gas	(E) Notes
Pressure	<i>0</i>	<i>N/A</i>	<i>N/A</i>	<i>0</i>	<i>None</i>
Flow Characteristics					
Flow	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	CO ₂ _____
Steady Flow	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	H ₂ S _____
Surges	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	GAS _____
Down to nothing	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	Spont. Comb. _____
Gas or Oil	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	High Press. _____
Water	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	<i>Y/N</i>	Viscosity _____

Remarks -- Please state for each string (A,B,C,D,E) pertinent information regarding bleed down or continuous build up if applic.

Failed T/A Test - Test went from 620# to 540#, less of 80#. Chart is in Well file.

Signature:	OIL CONSERVATION DIVISION
Printed name:	Entered into RBDMS <i>GR</i>
Title:	Re-test
E-mail Address:	
Date:	Phone:
Witness: <i>Gary Robinson</i>	

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



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