

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E. Director Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

04-Jun-08

OXY USA WTP LIMITED PARTNERSHIP

PO Box 4294

Houston TX 77210-4294

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.

INSPE	CTION	DETAIL	SECTION

			INSPECTIO	N DETAIL	L SECTION		
M J RALEY Inspection Date	Y No.001 Type Inspection	1	Inspector	Violation?	D-17-20S-38E *Significant Non-Compliance?	30-025-07783-00- Corrective Action Due By:	00 Inspection No.
06/03/2008	Routine/Perio Violations General Houseke		Mark Whitaker	Yes	No	7/31/2008	iMAW0815545455
Comments	on Inspection:	ground on locati		OVE CHEN	ICAL DRUM IF NO	m with no placard layi T IN USE (GENERA	
FRED TUR Inspection Date	NER JR B No		Inspector	Violation?	K-17-20S-38E *Significant Non-Compliance?	30-025-35920-00- Corrective Action Due By:	00 Inspection No.

06/03/2008 Routine/Periodic

Mark Whitaker

Yes

No

7/31/2008

iMAW0815548714

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

Location needs attention. Equipment OK. Oil stained soil on ground north of unit. Wrong operator and unit letter on sign. NEED TO REMOVE CONTAMINATED SOIL AND DISPOSE OF

PROPERLY. NEED TO REPLACE WELL SIGN. 1st letter of non-compliance. MW

FRED TURNER JR B No.004

J-17-20S-38E

30-025-36299-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? Corrective

Inspection No.

06/03/2008

Routine/Periodic

Mark Whitaker

Yes

No

Action Due By: 7/31/2008

iMAW0815549240

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

Location and equipment in good shape. Well sign shows wrong operator. NEED TO REPLACE

WELL SIGN. 1st letter of non-compliance. MW

FRED TURNER JR B No.007

M-17-20S-38E

30-025-36814-00-00

Inspection

Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

06/03/2008 Routine/Periodic Mark Whitaker

Yes

No

7/31/2008

iMAW0815547540

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

Location and equipment in good shape. Well sign does not reflect currect operator. NEED TO

REPLACE WELL SIGN, 1st letter of non-compliance. MW

FRED TURNER JR B No.008

O-17-20S-38E

30-025-36815-00-00

Inspection Date

06/03/2008

Type Inspection

Routine/Periodic

Inspector Mark Whitaker Violation? Yes

*Significant Non-Compliance? No

Corrective Action Due By: 7/31/2008

Inspection No. iMAW0815549902

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

Location and equipment in good shape. Well sign does not reflect current operator. NEED TO

REPLACE WELL SIGN. 1st letter of non-compliance. MW

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



014H15215335 \$0.420 FOOM 12008 Mailed From 88240

OXY USA WTP LIMITED PARTNERSHIP PO BOX 4294 HOUSTON, TX 77210-4294