



NEW MEXICO ENERGY, MINERALS and 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"

26-May-11

CONOCOPHILLIPS COMPANY

3300 N A STREET BLDG 6 #247

MIDLAND TX 79710

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.

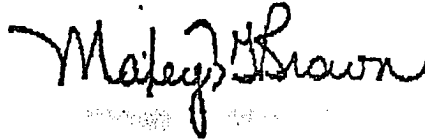
Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

VACUUM ABO UNIT No.006				B-26-17S-35E	30-025-02872-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/26/2011	Plugged Well Surface Restor	Maxey Brown	Yes	No	6/26/2011	iMGB1114652787
Comments on Inspection:		DO NOT RELEASE. RULE 19.15.25.10. PA MARKER IS FOR DIFFERENT WELL. NEED TO CORRECT MARKER. ALSO RISER FROM INJ VALVE IS STICKING ABOVE GROUND LEVEL. NEED TO REMOVE RISER. THIS IS 2ND LETTER OF NON-COMPLIANCE.				
LEAMEX No.019				D-24-17S-33E	30-025-26420-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/26/2011	Plugged Well Surface Restor	Maxey Brown	Yes	No	6/26/2011	iMGB1114653769
Comments on Inspection:		DO NOT RELEASE. RULE 19.15.25.10. INJ RISER STICKING OUT OF GROUND BY MARKER. NEED TO REMOVE OR CAP LINE BELOW GROUND LEVEL. 2" BALL VALVE IS SEEPING LIQUIDS. THIS IS 2ND LETTER OF NON-COMPLIANCE. MGB.				
PHILMEX No.038				M-26-17S-33E	30-025-30665-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/26/2011	Plugged Well Surface Restor	Maxey Brown	Yes	No	6/26/2011	iMGB1114653438
Comments on Inspection:		DO NOT RELEASE. RULE 19.15.25.10. MARKER HAS INCORRECT INFORMATION. UL AND FOOTAGE NEED TO BE CORRECTED. THIS IS 2ND LETTER OF NON-COMPLIANCE. MGB.				

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,



COMPLIANCE OFFICER

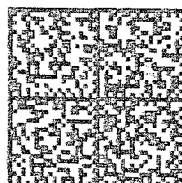
Hobbs OCD District Office

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

CONOCOPHILLIPS COMPANY
3300 N A STREET BLDG 6 #247
MIDLAND TX 79710



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05/26/11

Mailed From 88240

US POSTAGE