State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary Heather Riley Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

20-Mar-18

DWIGHT A TIPTON PO BOX 397 LOVINGTON NM 88260

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.

| | | | INSPECTIO | N DETAII | SECTION | | |
|--|---|--|----------------------------|--------------|---|---|----------------------|
| MABEL No.002 Inspection Date Type Inspection | | | Inspector | Violation? | H-30-10S-28E *Significant Non-Compliance? | 30-005-60736-00- Corrective Action Due By: | 00 Inspection No. |
| 03/20/2018 | Routine/Periodic Violations General Housekeeping (Rule 114) | | Tony Morales | Yes | No | 6/23/2018 | iTM1807947659 |
| Comments | on Inspection: | OK. All Equi 19.15.10.8 | pment and Location in | n Good. PJ C | DLD TUBING SUCKE | ER RODS ON LOCA | ΓΙΟΝ |
| CX PLAINS | 5 No.001 | | | | P-19-10S-28E | 30-005-60825-00- | 00 |
| Inspection Date | Type Inspectio | n | Inspector | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
| 03/20/2018 | Routine/Perie Violations Absent Well Ide Surface Leaks/S | ntification Signs | Tony Morales (Rule 103) | Yes | No | 6/23/2018 | iTM1807939390 |
| | | eeping (Rule 114 | ·) | | | | |
| | | ipment and Location ir OLD TUBING ON LO | | | | | |

| PLAINS 29 Inspection | No.001 | | | | D-29-10S-28E | 30-005-60875-00- | 00 |
|--|--|--|--|------------------------------|--|--------------------------------|----------------------|
| Date | Type Inspectio | a | Inspector | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
| 03/20/2018 | | ntification Signs (| | Yes | No | 6/23/2018 | iTM1807934483 |
| Comments | on Inspection: | PLACARDS | oment and Location in WINDSOCK POLY | PIPE LEAD | . TANK BATTERY S NG FROM PLAINS : ON SIGN 19.15.16.8 | 29 001 / OTHERS | |
| J P WHITE | D No.005 | | | | M-20-10S-28E | 30-005-61175-00- | 00 |
| Inspection | Type Inspectio | 'n | Inspector | Violation? | *Significant | Corrective | Inspection No. |
| Date 03/20/2018 | Routine/Peri | | - | | Non-Compliance? | Action Due By: | - |
| 05/20/2018 | Violations | entification Signs (| Tony Morales | Yes | No | 6/23/2018 | iTM1807938892 |
| Comments | Absent wen ide | | | | N NOT VISIDI E-10 | .15.16.8 Idle Well(R | h.l.a |
| Comments | л пэрссион. | 19.15.25.8) | | CATION SIG | NINOT VISIBLE 19 | .15.10.8 Idle well(R | uie |
| PLAINS 29 Inspection | | | ÷ . | | E-29-10S-28E *Significant | 30-005-61385-00- Corrective | |
| Date | Type Inspectio | | Inspector | Violation? | Non-Compliance? | Action Due By: | Inspection No. |
| 03/20/2018 | Routine/Peri Violations | Od1C eeping (Rule 114) | Tony Morales | Yes | No | 6/23/2018 | iTM1807946007 |
| Comments | on Inspection: | , | | 1 Good Shape | . PJO STAINING A | ROUND WELL HEA | D |
| PLAINS 29 Inspection | | | Increator | Violation? | M-29-10S-28E *Significant | 30-005-61784-00- Corrective | 00 Inspection No. |
| Date 03/20/2018 | Type Inspection | | Inspector | | Non-Compliance? | Action Due By: | - |
| 03/20/2018 | Routine/Peri Violations General Housek | eeping (Rule 114) | Tony Morales | Yes | No | 6/23/2018 | iTM1807946851 |
| Comments | on Inspection: | OK. All Equi | | | | DELECTRIC MOTO | R |
| PLAINS 29 | No.004 | | | | D-29-10S-28E | 30-005-61904-00- | 00 |
| Inspection Date | Type Inspectio | n | Inspector | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
| 03/20/2018 | Routine/Peri Violations | odic | Tony Morales | Yes | No | 6/23/2018 | iTM1807943744 |
| | General Housek | eeping (Rule 114) |) | | | | |
| Comments | on Inspection: | | pment and Location in OLD SUCKER RO | | | EAD ONLY LOCATIO | NC |
| MABEL No.006 Inspection Date Type Inspection | | Inspector | Violation? | H-30-10S-28E *Significant | 30-005-61909-00- Corrective | 00 Inspection No. | |
| Date 03/20/2018 | Routine/Peri | | Tony Morales | Yes | Non-Compliance? No | Action Due By: 6/23/2018 | iTM1807948197 |
| 03/20/2018 | Violations Absent Well Ide | entification Signs eeping (Rule 114 | (Rule 103) | 105 | 110 | 0/23/2010 | 1111100/34019/ |
| Comments | on Inspection: | OK. All Equi | | | | ROUND WELLHEAD |) |

| PLAINS 29 Inspection | | | | | D-29-10S-28E *Significant | 30-005-61992-00-0 Corrective | |
|---------------------------------|--|--------------------------|--|----------------------|------------------------------|---|---------------------------------|
| Date | Type Inspectio | | Inspector | Violation? | Non-Compliance? | Action Due By: | Inspection No. |
| 03/20/2018 | Routine/Perio Violations Surface Leaks/S General Housek | pills | Tony Morales | Yes | No | 6/23/2018 | iTM1807944017 |
| Comments o | n Inspection: | OK. All Eq | uipment and Location in AD. 19.15.10.8 | Good Shape. | WELLHEAD. FR | ESH OIL AROUND | |
| PLAINS 29 Inspection Date | No.005 Type Inspectio | .n | Inspector | Violation? | E-29-10S-28E *Significant | 30-005-61998-00-0 Corrective |)() Inspection No. |
| 03/20/2018 | Routine/Perio | | Tony Morales | Yes | Non-Compliance? No | Action Due By: 6/23/2018 | iTM1807945601 |
| | Violations Absent Well Ide General Housek | ntification Sig | ns (Rule 103) | | | 0/20/2010 | 11111007712001 |
| Comments o | n Inspection: | OK. All Eq | uipment and Location in N SIGN NOT VISIBLE. | | | | |
| CX PLAINS Inspection | | | Inconcetor | Viole ⁴ 9 | P-19-10S-28E *Significant | 30-005-62205-00-0 Corrective | |
| Date 03/20/2018 | Type Inspectio Routine/Perio | | Inspector Tony Morales | Violation? Yes | Non-Compliance? No | Action Due By: 6/23/2018 | Inspection No. iTM1807940302 |
| 05/20/2018 | Violations Absent Well Ide | | · | 105 | INO | 0/23/2018 | 11W1807940302 |
| Comments o | n Inspection: | OK. All Eq | uipment and Location in IDLE WELL ?? | GoodShape. | O PJ. LOCATION | SIGN NOT VISIBLE | ·, |
| CX PLAINS | No.016 | | | | I-19-10S-28E | 30-005-62285-00-0 |)0 |
| Inspection | Type Inspectio | n | Inspector | Violation? | *Significant | Corrective | Inspection No. |
| Date 03/20/2018 | Routine/Perio | | Tony Morales | Yes | Non-Compliance? No | Action Due By: 6/23/2018 | iTM1807940846 |
| | Violations Absent Well Ide General Housek | ntification Sig | ns (Rule 103) | | | 0,20,2010 | |
| Comments o | n Inspection: | OK. All Eq WELLHEA | uipment and Location in AD. OLD SUCKER ROI LL (Rule 19.15.25.8)? | | | | |
| CX PLAINS Inspection | No.015 Type Inspectio | | Inspector | Violation? | O-19-10S-28E *Significant | 30-005-62291-00-0 Corrective |)() Inspection No. |
| Date 03/20/2018 | Routine/Peri | | Tony Morales | Yolation: Yes | Non-Compliance? No | Action Due By: 6/23/2018 | iTM1807942168 |
| 03/20/2010 | Violations Surface Damage General Housek | e/Restoration | - | 103 | 110 | 0/25/2010 | 11111007942100 |
| Comments o | on Inspection: | Idle Well (Shape. P. | Rule 19.15.25.8) ? I NOT CONNECTED TO BLE 19.15.16.8 OLD TU | | AD. FRESH OIL 19.1 | t and Location in Good 5.10.8 LOCATION S | |
| MABEL No Inspection | .004 Type Inspectio | | Inspector | Violation? | H-30-10S-28E *Significant | 30-005-62294-00- Corrective | 00 Inspection No. |
| Date 03/20/2018 | Routine/Peri | | Tony Morales | Yes | Non-Compliance? No | Action Due By: 6/23/2018 | iTM1807947814 |
| <i>00/20</i> 10 | Violations General Housek | | - | 1 62 | 110 | 0/23/2010 | 1111100/24/014 |
| Comments o | on Inspection: | | uipment and Location ir | God Shape. | PJO STAINING AF | ROUND WELLHEAD | |

| CX PLAINS Inspection Date | S No.017 Type Inspection | n | Inspector | Violation? | O-19-10S-28E *Significant Non-Compliance? | 30-005-62311-00- Corrective Action Due By: | 00 Inspection No. |
|---------------------------------|--|---|--------------|------------|---|--|----------------------|
| 03/20/2018 | Routine/Peric Violations Surface Leaks/Sp General Houseke | | Tony Morales | Yes | No | 6/23/2018 | iTM1807942629 |
| Comments | on Inspection: | | | | OK. All Equipm DTOR LOCATION S | nent and Location in G IGN DOWN OLD | ood |
| MABEL Inspection Date | Type Inspectio | No.009 | Inspector | Violation? | A-30-10S-28E *Significant Non-Compliance? | 30-005-62715-00- Corrective Action Due By: | 00 Inspection No. |
| 03/20/2018 | | odic ntification Signs (R eeping (Rule 114) | Tony Morales | Yes | No | 6/23/2018 | iTM1807943212 |
| Comments | on Inspection: | | | | . PJ NOT CONNEC DT VISIBLE. 19.15.7 | CTED TO WELL HEA 10.8 / 19.15.16.8 | D |
| CX PLAINS Inspection Date | 5 No.018 Type Inspection | a | Inspector | Violation? | P-19-10S-28E *Significant Non-Compliance? | 30-005-63030-00- Corrective Action Due By: | 00 Inspection No. |
| 03/20/2018 | Routine/Peric Violations Surface Leaks/S General Houseka | | Tony Morales | Yes | No | 6/23/2018 | iTM1807937494 |
| Comments | on Inspection: | OLD SUCKER | | TTERY ON | LOCATION. FRESH | TED TO WELLHEAD | D. |

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.

Sincerely,

Jus, CO Artesia 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.