State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

Heather RileyDivision Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

03-Jul-18

BURNETT OIL CO INC

Burnett Plaza, Suite 1500 801 Cherry St., Unit 9 Fort Worth TX 76102-6102

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		
GRAYBUR Inspection Date	G JACKSON S Type Inspection	S A UNIT No.036 In	spector	Violation?	I-12-17S-30E *Significant Non-Compliance?	30-015-04128-00-00 Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Period	dic T	ony Morales	Yes	No	10/6/2018	TM1818447408
Comments	on Inspection:	OK. All Equipment 19.15.29	and Location in C	Good Shape.	PJO. STAINING A	ROUND WELL HEAD	
GISSLER B Inspection Date	No.005 Type Inspection	Ir	spector	Violation?	J-23-17S-30E *Significant Non-Compliance?	30-015-04300-00-00 Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio	dic T	ony Morales	Yes	No	10/6/2018	TM1818431903
Comments	on Inspection:	OK. All Equipment AROUND WELLH				GN WORN STAINING	j.
GISSLER B Inspection Date	No.012 Type Inspection	Ir	spector	Violation?	I-23-17S-30E *Significant Non-Compliance?	30-015-04302-00-00 Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio	dic T	ony Morales	Yes	No	10/6/2018	TM1818432419
Comments on Inspection:		OK. All Equipment LOCATION SIGN			PJO. STAINING AR	ROUND WELL HEAD.	

JACKSON B No.024 L-24-17S-30E 30-015-04320-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic Tony Morales Yes iTM1818432803 Nο 10/6/2018 Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ STAINING AROUND WELL HEAD+. STAINED AREA APPROX 60' SOUTH 40' WEST X 5' 19.15.29 **JACKSON B** No.034 E-24-17S-30E 30-015-27440-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818436033 Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ STAINING AROUND WELL HEAD 19.15.29 **GISSLER B** No.030 G-23-17S-30E 30-015-27922-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818433619 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD 19.15.29 STEVENS A No.010 L-13-17S-30E 30-015-32793-00-00 Inspection Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic **Tony Morales** Yes No iTM1818440905 10/6/2018 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD 19.15.29 **STEVENS A No.011** F-13-17S-30E 30-015-33131-00-00 Inspection *Significant Corrective Type Inspection Violation? Inspection No. Inspector Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818444208 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELLHEAD 19.15.29 STEVENS A No.012 N-13-17S-30E 30-015-34225-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic **Tony Morales** Yes iTM1818442078 No 10/6/2018 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD 19.15.29 **JACKSON A No.035** G-13-17S-30E 30-015-34502-00-00 *Significant Inspection Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic **Tony Morales** iTM1818445185 Yes No 10/6/2018 Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. CONTAMINATED MATERIAL ON LOCATION. STAINING AROUND WELL HEAD. 19.15.29 JACKSON A No.027Q A-13-17S-30E 30-015-34765-00-00 *Significant Inspection Corrective Type Inspection Violation? Inspection No. Inspector Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic **Tony Morales** iTM1818446107 Yes No 10/6/2018 Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ WRONG API ON LOCATION SIGNSHOULD BE "34765" NOT 34452 19.15.16.8 GISSLER B No.095 D-24-17S-30E 30-015-41176-00-00 Inspection *Significant Corrective Violation? Inspection No. **Type Inspection** Inspector Date Non-Compliance? Action Due By: iTM1818437378 07/03/2018 Routine/Periodic **Tony Morales** Yes 10/6/2018 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD 19.15.29

GISSLER A No.043 B-23-17S-30E 30-015-41177-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818435095 Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD 19.15.29 JACKSON A No.044 P-12-17S-30E 30-015-41539-00-00 Inspection *Significant Corrective **Type Inspection** Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic **Tony Morales** Yes Nο 10/6/2018 iTM1818446557 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ STAINING AROUND WELL HEAD. 19.15.29 **GISSLER B** No.104 H-23-17S-30E 30-015-41801-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Inspection No. Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818434273 Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD 19.15.29 JACKSON B No.070 F-24-17S-30E 30-015-42043-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Date Inspection No. Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic Tony Morales Yes 10/6/2018 iTM1818443221 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD 19.15.29 JACKSON A No.050 P-12-17S-30E 30-015-42212-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic Yes iTM1818446991 **Tony Morales** No 10/6/2018

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.

OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELL HEAD.

Sincerely,

Artesia OCD District Office

Comments on Inspection:

19.15.29

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.