State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

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Brett F. Woods, Ph.D. Deputy Cabinet Secretary David Catanach, Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

19-Mar-15

SABER OIL & GAS VENTURES, LLC 400 W ILLINOIS, SUITE 950 MIDLAND TX 79701

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 DETAIL	L SECTION		
ART YEAGER No.003 Inspection Date Type Inspection		Inspector	Violation?	P-25-21S-37E *Significant Non-Compliance?	30-025-22981-00- Corrective Action Due By:	00 Inspection No.
03/19/2015	Routine/Periodic Violations Surface Leaks/Spills	Mark Whitaker	Yes	No	4/24/2015	iMAW1507850440
Comments		g box leaking. NEED TO RE AND DISPOSE OF PROPER		FING BOX AND REI	MOVE CONTAMIN	ATED
ART YEAGER No.002Y Inspection Date Type Inspection		Inspector	Violation?	O-25-21S-37E *Significant Non-Compliance?	30-025-23002-00 Corrective Action Due By:	•00 Inspection No.
03/19/2015	Routine/Periodic Violations Idle well (Rule 201)	Mark Whitaker	Yes	No	6/22/2015	iMAW1507845907
Comments	•	ell (Rule 19.15.25.8). NEED ' DON. 1ST NOTICE.	FO RETURN	WELL TO PRODU	CTION OR PLUG A	ND

MAR 2 0 2015

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 Compliance

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 US POSTAGE** 015H14150977 **1625 N FRENCH DRIVE** Ш \$0.48 **HOBBS NM 88240** <u>A</u> 03/19/15 Mailed From 88240 3 SABER OIL & GAS VENTURES, LLC 400 W ILLINOIS SUITE 950 MIDLAND, TX 79701

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