State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary-Designate

Brett F. Woods, Ph.D.

Deputy Cabinet Secretary

Jami Bailey, Division Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"

HOBBS OCD

04-Dec-13

DEC 0 6 2013

BURLESON PETROLEUM, INC

PO BOX 2479

MIDLAND TX 79702

RECEIVED

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.

Inspector

Mark Whitaker

INSPECTION DETAIL SECTION

SANTA RITA No.012

Inspection

Date

12/04/2013

Type Inspection Routine/Periodic

C-27-22S-37E

Yes

*Significant Violation? Non-Compliance?

No

Corrective

30-025-36482-00-00

Inspection No. Action Due By: 3/9/2014 iMAW1333852637

Violations

Surface Damage/Restoration

Comments on Inspection:

DO NOT RELEASE BOND. Three power poles and associated power lines need to be removed.

Flow line should be flushed, disconnected at battery, and removed in its entirety. 1st notice.

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 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



015H14150977

\$0.46

12/04/13

Mailed From 88240

BURLESON PETROLEUM, INC PO BOX 2479 MIDLAND, TX 79702-2479