

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

Tony Delfin  
Acting Cabinet Secretary

David Catanach, Director  
Oil Conservation Division



**\*Response Required - Deadline Enclosed\***

*Field Inspection Program*  
*"Preserving the Integrity of Our Environment"*

19-Oct-16

MANZANO LLC  
PO BOX 2107 ken@manzanoenergy.com  
ROSWELL NM 88202-2107

**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**

DOG BAR 11 FEE No.002H				N-11-14S-38E	30-025-42121-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/18/2016	Routine/Periodic	Mark Whitaker	Yes	No	11/22/2016	iMAW1629260325
	Violations					
	Absent Well Identification Signs (Rule 103)					
Comments on Inspection:	No well sign (Rule 19.15.16.8). NEED TO INSTALL WELL SIGN.					

DOG BAR 11 FEE		No.003H	M-11-14S-38E	30-025-42622-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/18/2016	Routine/Periodic	Mark Whitaker	Yes	No	11/22/2016	iMAW1629260542
	Violations					
	Absent Well Identification Signs (Rule 103)					
	Failure to submit proper documentation (Rul					
Comments on Inspection:	No well sign (Rule 19.15.16.8). Operator has not filed C104 or directional drill survey as of 10/18/2016. NEED TO INSTALL WELL SIGN. NEED TO SUBMIT C104 AND DIRECTIONAL SURVEY IMMEDIATELY.					

DOG BAR 11 FEE

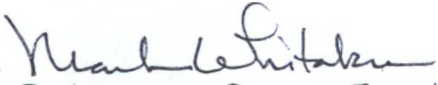
No.001H

O-11-14S-38E

30-025-42873-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/18/2016	Routine/Periodic	Mark Whitaker	Yes	No	11/22/2016	iMAW1629260630
<b>Violations</b> Absent Well Identification Signs (Rule 103)						
<b>Comments on Inspection:</b> No well sign (Rule 19.15.16.8). Operator has not filed a C103 for running production casing, a C104, a C105 or a directional drill survey as of 10/18/2016. NEED TO INSTALL WELL SIGN. NEED TO SUBMIT C103, C104, C105, AND DIRECTIONAL SURVEY IMMEDIATELY.						

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.

Sincerely,   
Petroleum Engr. Specialist

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



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