State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen

Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David Catanach Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

HOBBS OCD

04-Apr-17

APR 04 2017

DWIGHT A TIPTON

Combolock # 0726
P. O. Box 1025
Lovington, N.m. 88260
Dear Operator:

RECEIVED

LETTER OF VIOLATION - Inspection

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

SUNRAY A 6822 LTD No.003

Inspection Date

Type Inspection

G-36-9S-33E *Significant

30-025-31061-00-00 Corrective

04/03/2017 Routine/Periodic **Comments on Inspection:**

Gary Robinson

Violation? Non-Compliance? Yes No

Inspection No. **Action Due By:** 7/7/2017 iGR1709334982

Inspector

Needs well sign (rule 19.15.16.8), took pictures. See prev. insp. - Compliance NOT RESOLVED.

9 mo since last prod.

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,

Hobbs OCD District Office

Lary Rolinson

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.

US POSTAGE

OIL CUNSERVATION DIVISION DIST I 1625 N FRENCH DRIVE HODDS NM 88240



HASLER FIRST-CLASS

\$000.46⁰ 04/04/2017 ZIP 88240 012E14642224

DWIGHT A TIPTON P.O. BOX 1025 LOVINGTON, NM 88260