

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E Director Oil Conservation Division

22-Sep-05

MACK ENERGY CORP PO BOX 960 ARTESIA NM 88211

Comments on Inspection:

NOTICE 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

ROBINSON Inspection Date	JACKSO	N UNIT No.014	Inspector	Violation?	P-27-17S-29E *Significant Non-Compliance?	30-015-03150-00- Corrective Action Due By:	00 Inspection No.
09/15/2005	5 Routine/Periodic		Chris Beadle	Yes	No	10/17/2005	iCLB0525844788
	Violations						
	1 i R Absent Well Identification Signs (Rule						
	1 i R Surface Damage/Resto						
	1 i R	Surface Leaks/Spills					
Comments o	n Inspection:		nd been repaired. (a gathering pipeline at from this leak has flow		location. This pipeline g road and into two

Remediation required. Contact NMOCD District 2 Environmental Compliance Officer with site ranking and remediation work plan. Notify NMOCD District 2 Office 48 hours prior to any remediation work or taking samples where results that may be submitted to OCD.

Well sign is not legible. Contact NMOCD District: 2 Office when well sign is corrected.

ROBINSON Inspection	JACKSON	UNIT No.023			C-35-17S-29E *Significant	30-015-03784-00-	00
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
09/15/2005	Routine/Periodic		Chris Beadle	Yes	No	10/17/2005	iCLB0525841139
	Violations						
	liR S	Surface Damage/Resto	oration				

Extensive wellhead contamination has run off site to the north.

Remediation required. Contact NMOCD District 2 Environmental Compliance Officer with site ranking and remediation work plan. Notify NMOCD District 2 Office 48 hours prior to any remediation work or taking samples where results that may be submitted to OCD.

ROBINSON JACKSON UNIT No.005

B-35-17S-29E

30-015-03786-00-00

Inspection Date

Type Inspection

Inspector

Violation? N

*Significant Non-Compliance? Corrective
Action Due By:

Inspection No.

09/15/2005 Routin

Routine/Periodic

Chris Beadle

Yes

No No

10/17/2005

iCLB0525841028

Violations

li R

Surface Damage/Restoration

li R

Surface Leaks/Spills

Comments on Inspection:

Flowline at crossroads to the south of this well has leaked, run down the road (north) and into natural depressions on both sides of the road, heavily impacting pasture in these areas.

Remediation required. Contact NMOCD District 2 Environmental Compliance Officer with site ranking and remediation work plan. Notify NMOCD District 2 Office 48 hours prior to any remediation work or taking samples where results that may be submitted to OCD.

WESTALL B STATE No.006

E-36-17S-29E

30-015-03793-00-00

Inspection

Date 09/15/2005

Type Inspection
Routine/Periodic

Inspector Chris Beadle Violation? Yes *Significant Non-Compliance? No Corrective
Action Due By:
10/17/2005

Inspection No. iCLB0525839924

Violations

li R

Surface Damage/Restoration

Comments on Inspection:

Tank battery, southeast of well, has flowline repair at road entrance to location, pooled hydrocarbons on heavily saturated soils. Tank battery has lighter contamination across location. Wellhead area heavily contaminated, runoff into soils on location.

Remediation required. Contact NMOCD District 2 Environmental Compliance Officer with site ranking and remediation work plan. Notify NMOCD District 2 Office 48 hours prior to any remediation work or taking samples where results that may be submitted to OCD.

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely.

Artesia 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.