

State of New Mexico
 Energy, Minerals and Natural Resources Department

Susana Martinez
 Governor
 David Martin
 Cabinet Secretary
 Tony Delfin
 Deputy Cabinet Secretary

NM OIL CONSERVATION
 ARTESIA DISTRICT

JUN 20 2016

RECEIVED

David Catanach, Director
 Oil Conservation Division



RECEIVED

JUN 06 2016

YPC MAIL ROOM

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

01-Jun-16

YATES PETROLEUM CORPORATION
 105 S 4TH ST
 ARTESIA NM 88210

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

CANYON BJK STATE No.001Y		A-1-25S-29E	30-015-36605-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
06/01/2016	Routine/Periodic	Gilbert Cordero	Yes	No	9/4/2016	iGC1615332226
Comments on Inspection: LOCATION SIGN IS INCORRECT. SIGN IS FOR WELL # 001 - SHOULD BE FOR THE # 001Y						

well sign was changed and is now on location. 6/16/16

Quinn Corbett

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely,



Compliance Officer
Artesia OCD District Office



* Significant Non-Compliance events are reported directly to the U.S. Environmental Protection Agency, Region VI, Dallas, Texas.