State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary

David Catanach, Director

Oil Conservation Division

Tony Delfin

Deputy Cabinet Secretary



Response Required - Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"

30-Jun-16

LARRY MARKER DBA MARKER OIL

PO BOX 3188

Roswell NM 88202-8202

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.

			INSPECTIO	N DETAIL	SECTION		
NORTH SQ Inspection Date	UARE LAKE Type Inspection	UNIT No.011	Inspector	Violation?	O-19-16S-31E *Significant Non-Compliance?	30-015-04857-00-00 Corrective Action Due By:	Inspection No.
06/30/2016	Routine/Periodic		Tony Morales	Yes	No	10/3/2016 i'	TM1618246478
		utification Signs (Ru eping (Rule 114)	ile 103)				
• •			ent and Location in SN NOT VISIBLE.	•	. PJ. STAINING AR	OUND WELL HEAD.	
NORTH SQ Inspection Date	UARE LAKE Type Inspection	UNIT No.199	Inspector	Violation?	A-30-16S-31E *Significant Non-Compliance?	30-015-33068-00-00 Corrective Action Due By:	Inspection No.

iTM1618246160 06/30/2016 Routine/Periodic **Tony Morales** Yes No 10/3/2016 Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. OLD TUBING ON LOCATION. 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,

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.