State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Tony Delfin Acting Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

27-Jan-17

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 DETAII	L SECTION		
NORTH SQ Inspection Date	UARE LAKE UNIT N Type Inspection	0.043 Inspector	Violation?	H-29-16S-31E *Significant Non-Compliance?	30-015-04909-00- Corrective Action Due By:	00 Inspection No.
01/27/2017	Routine/Periodic Violations General Housekeeping (Rule	Tony Morales	Yes	No	5/2/2017	iTM1702737588
	CONTAI	Equipment and Location in MINATED MATERIAL N		LL HEAD.		
NORTH SQ Inspection Date	UARE LAKE UNIT N Type Inspection	0.025 Inspector	Violation?	A-29-16S-31E *Significant Non-Compliance?	30-015-04913-00- Corrective Action Due By:	00 Inspection No.
01/27/2017	Routine/Periodic Violations Surface Leaks/Spills	Tony Morales	Yes	No	5/2/2017	iTM1702737250
Comments		Equipment and Location in D AREA APPROX 10' X				ND

-	UARE LAKE UNIT No.	060		J-29-16S-31E	30-015-04914-00-	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/27/2017	Routine/Periodic	Tony Morales	Yes	No	5/2/2017	iTM1702734966
	Violations	14)				
Comments	General Housekeeping (Rule 1) on Inspection: OK, All Eq	uipment and Location ir	n Good Shane	PL STAINING AR	OUND WELL HEAD).
	UARE LAKE UNIT No.			L-34-16S-31E	30-015-04993-00-	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/27/2017	Routine/Periodic	Tony Morales	Yes	No	5/2/2017	iTM1702750077
	Violations Absent Well Identification Sigr	ns (Rule 103)				
Comments		uipment and Location ir NSIGN NOT VISIBLE.				
Inspection	UARE LAKE UNIT No.		¥72-1-429	G-29-16S-31E *Significant	30-015-32907-00- Corrective	00 Inspection No.
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	-
01/27/2017	Routine/Periodic	Tony Morales	Yes	No	5/2/2017	iTM1702738408
	Surface Leaks/Spills					
	General Housekeeping (Rule 1)	14)				
Comments on Inspection: OK. All Equipm		uipment and Location ir NATED MATERIAL C			ROUND WELL HEA	JD.

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, KIN 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.