

State Of New Mexico

Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor
Sarah Cottrell Propst
Cabinet Secretary
Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne Sandoval
Division Director



"Response Required - Deadline Enclosed"

*Field Inspection Program
"Preserving the Integrity of Our Environment"*

02-Jul-20

IACX Production LLC
5001 LBJ Freeway, Suite 300
Dallas, TX 75244

LETTER OF VIOLATION - Field Inspection

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-005-62909] SHORT RM FEDERAL #004

GRID: 329877

G-27-07S-25E 1650 FNL 1650 FEL

Inspection Date	Type Inspection	Inspector	Corrective Action Due By	Inspection No.
3/27/2020	Routine Inspection	[GC] Gilbert Cordero	10/02/2020	iGC208736065

Violations:

Rule

19.15.16.8 Sign on Wells

Violation

Inaccurate Information

Comment:

API NUMBER IS NOT CORRECT 30-005-61419 SHOULD BE 30-005-62909

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.

Sincerely,


Staff Manager

NMOCD NM SOUTH

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

Oil Conservation Division * 811 S. First St. * Artesia, NM 88210
Phone: 575-748-1283 * Fax: 575-748-9720 * www.emnrd.state.nm.us

From: Cordero, Gilbert, EMNRD
To: ["keithhutchens@iacxproduction.com"](mailto:keithhutchens@iacxproduction.com); ["tonyhines@iacx.com"](mailto:tonyhines@iacx.com); ["russellgibbs@iacx.com"](mailto:russellgibbs@iacx.com)
Subject: Letter of Violation
Date: Thursday, July 2, 2020 1:42:00 PM
Attachments: [30-005-61840.pdf](#)
[30-005-61689.pdf](#)
[30-005-61747.pdf](#)
[30-005-61746.pdf](#)
[30-005-62909.pdf](#)

Good afternoon,

Attached please find a Letter of Violation (LOV) for each of these wells:

Beard QQ Federal 002	30-005-61840
Albitus TH Federal 004	30-005-61689
Albitus TH Federal 003	30-005-61747
Albitus TH Federal 002	30-005-61746
Short RM Federal 004	30-005-62909

Thank you,

Gilbert Cordero
Staff Manager
NMOCD NM South
Office 575.748.1283 ext.114
Cell 575.626.0830