

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Field Inspection Program
"Preserving the Integraty of Oar Favironment"

19-Jul-05

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.

			INSPECTIO	ON DETAIL	SECTION		
ARTESIA N Inspection Date	METEX UNIT Type Inspection		Inspector	Violation?	K-24-18S-27E *Significant Non-Compliance?	30-015-00941-00- Corrective Action Due By:	00 Inspection No.
07/19/2005	Pre-Operation	ı	Gerry Guye	Yes	No	10/22/2005	iGEG0520036910
Comments	on Inspection:		epresentative or equ ending reschedule.	ipment to acco	mplish MIT test. Well	must be shut in and	
ARTESIA N Inspection Date	METEX UNIT Type Inspection		Inspector	Violation?	M-24-18S-27E *Significant Non-Compliance?	30-015-00942-00- Corrective Action Due By:	00 Inspection No.
07/19/2005	Pre-Operation	l	Gerry Guye	Yes	No	10/22/2005	iGEG0520037025
Comments	on Inspection:		epresentative or equ ending reschedule.	ipment to acco	mplish MIT test. Well	must be shut in and	
ARTESIA N Inspection Date	METEX UNIT		Inspector	Violation?	I-24-18S-27E *Significant Non-Compliance?	30-015-00944-00- Corrective Action Due By:	00 Inspection No.
07/19/2005	Pre-Operation	1	Gerry Guye	Yes	No	10/22/2005	iGEG0520037101
Comments	on Inspection:		epresentative or equending reschedule.	ipment to acco	mplish MIT test. Well	must be shut in and	

ARTESIA I	MEIEA UNII	No.040	1.5	·	H-25-18S-27E *Significant	30-015-00954-00-	-00
Date	Type Inspection		Inspector	Violation?		Corrective Action Due By:	Inspection No.
07/19/2005	Pre-Operation	n	Gerry Guye	Yes	No	10/22/2005	iGEG05200371
Comments	on Inspection:		epresentative or equending reschedule		mplish MIT test. Well	must be shut in and	
Inspection	METEX UNIT		Inspector	Violation?	O-25-18S-27E *Significant	30-015-00956-00- Corrective	
Date 07/19/2005	Pre-Operation		Gerry Guye		Non-Compliance?	Action Due By:	Inspection No.
	n inspection:		• •	Yes	mplish MIT test. Well i	10/22/2005	iGEG052003720
Community			ending reschedule.		mpnsn wit test. wen	musa de shut in and	
	AETEX UNIT	No.045			L-25-18S-27E	30-015-00959-00-	00
Inspection Date	Type Inspection	I	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2005	Pre-Operation	1	Gerry Guye	Yes	No	10/22/2005	iGEG052003724
	n Inspection:	No Company Re			mplish MIT test. Well r		1020000724
ARTESIA M	IETEX UNIT		onumg resentation.		M-25-18S-27E	3 0 -015-00960-0 0 -	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	Inspection No.
	Pre-Operation		Gerry Guye	Yes	Non-Compliance? No	Action Due By: 10/22/2005	iGEG052003 7 30
Comments of	n Inspection:	No Company Re			nplish MIT test. Well n		IGEG032003/30
		 	Onding Testhedum.		H-26-18S-27E	30-015-00963-00-0	nn
ARTESIA M	ETEX UNIT	No.035			M-20-100-2/E		
Inspection	IETEX UNIT	No.035	-	777-8-42	*Significant	Corrective	
Inspection Date	Type Inspection	No.035	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Inspection Date 07/19/2005	Type Inspection Pre-Operation		Gerry Guye	Yes	*Significant Non-Compliance? No	Corrective Action Due By: 10/22/2005	Inspection No.
Inspection Date	Type Inspection Pre-Operation Inspection:	No Company Re	Gerry Guye	Yes	*Significant Non-Compliance?	Corrective Action Due By: 10/22/2005	Inspection No.
Inspection Date 07/19/2005 Comments of	Type Inspection Pre-Operation Inspection:	No Company Re remain shut in pe	Gerry Guye presentative or equ	Yes	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection	Type Inspection Pre-Operation Inspection: IETEX UNIT	No Company Re remain shut in pe	Gerry Guye presentative or equ	Yes	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E *Significant	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective	Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection	No Company Re remain shut in pe	Gerry Guye resentative or equending reschedule. Inspector	Yes	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By:	Inspection No. iGEG052003747:
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection:	No Company Re remain shut in po No.056 No Company Re	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye	Yes inpment to accompany Violation? Yes	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E *Significant Non-Compliance?	Corrective Action Due By: 10/22/2005 nust be shut in and 36-015-00987-00-(Corrective Action Due By: 10/22/2005	Inspection No. iGEG052003747:
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection:	No Company Re remain shut in pe No.056 No Company Re remain shut in pe	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equenting and a second control of the second	Yes ipment to accom Violation? Yes ipment to accom	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E *Significant Non-Compliance? No nplish MIT test. Well n C-36-18S-27E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and	Inspection No. iGEG0520037472 00 Inspection No. iGEG0520037533
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection:	No Company Re remain shut in pe No.056 No Company Re remain shut in pe	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equenting and a second control of the second	Yes ipment to accom Violation? Yes ipment to accom	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 nust be shut in and	Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection: IETEX UNIT	No Company Re remain shut in pe No.056 No Company Re remain shut in pe	Gerry Guye resentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule.	Yes ipment to accom Violation? Yes ipment to accom	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By:	Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Type Inspection Type Inspection Inspection Inspection	No Company Reremain shut in period No.056 No Company Reremain shut in period No.058	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Gerry Guye	Yes Lipment to accomply Violation? Yes Lipment to accomply Violation? Yes	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005	Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 7/19/2005 Comments of	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Type Inspection Type Inspection Inspection Inspection	No Company Reremain shut in per No.056 No Company Reremain shut in per No.058 No Company Repremain shut in per No.058	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule.	Yes violation? Yes tipment to accom Violation? Yes tipment to accom	*Significant Non-Compliance? No aplish MIT test. Well a A-35-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a C-36-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a P-24-18S-27E	Corrective Action Due By: 10/22/2005 hust be shut in and 30-015-00987-00-0 Corrective Action Due By: 10/22/2005 hust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 hust be shut in and	Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection: ITYPE Inspection Inspection: ITYPE Inspection Inspection: ITYPE Inspection Inspection:	No Company Reremain shut in per No.056 No Company Reremain shut in per No.058 No Company Repremain shut in per No.058	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule.	Yes violation? Yes tipment to accom Violation? Yes tipment to accom	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E *Significant Non-Compliance? No nplish MIT test. Well n C-36-18S-27E *Significant Non-Compliance? No nplish MIT test. Well m P-24-18S-27E *Significant P-24-18S-27E *Significant	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and	Inspection No. iGEG052003747
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Inspection Inspection Inspection: Inspection Inspection: Inspection Inspection	No Company Reremain shut in per No.056 No Company Reremain shut in per No.058 No Company Repremain shut in per No.058	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Inspector Inspector Inspector Inspector	Yes violation? Yes ipment to accom Violation? Yes ipment to accom Violation?	*Significant Non-Compliance? No aplish MIT test. Well a A-35-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a C-36-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a P-24-18S-27E *Significant Non-Compliance?	Corrective Action Due By: 10/22/2005 hust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 hust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 hust be shut in and 30-015-01196-00-0 Corrective Action Due By:	Inspection No. iGEG0520037473 Inspection No. iGEG0520037533 Inspection No. iGEG0520037584
Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005 Comments of ARTESIA M Inspection Date 07/19/2005	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection: Inspection: Inspection: Inspection Inspection Inspection Inspection Inspection Inspection Inspection	No Company Reremain shut in personal No.056 No Company Reremain shut in personal No.058 No Company Reremain shut in personal No.020	Inspector Gerry Guye presentative or equending reschedule.	Yes Inpment to accomp Violation? Yes Inpment to accomp Violation? Yes Inpment to accomp Violation? Yes	*Significant Non-Compliance? No nplish MIT test. Well n A-35-18S-27E *Significant Non-Compliance? No nplish MIT test. Well n C-36-18S-27E *Significant Non-Compliance? No nplish MIT test. Well m P-24-18S-27E *Significant P-24-18S-27E *Significant	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and	Inspection No. iGEG0520037473 Inspection No. iGEG0520037533 Inspection No. iGEG0520037584
Inspection Date 07/19/2005 Comments on	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection: Inspection: Inspection: Inspection Inspection Inspection Inspection Inspection Inspection Inspection	No Company Reremain shut in personal No.056 No Company Reremain shut in personal No.058 No Company Reremain shut in personal No.020 No Company Reremain shut in personal No.020	Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule. Inspector Gerry Guye presentative or equending reschedule.	Yes violation? Yes ipment to accom Violation? Yes ipment to accom Violation? Yes ipment to accom	*Significant Non-Compliance? No aplish MIT test. Well a A-35-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a C-36-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a P-24-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a K-19-18S-28E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and	Inspection No. iGEG0520037473 Imspection No. iGEG0520037533 Inspection No. iGEG0520037584
Inspection Date 07/19/2005 Comments on ARTESIA M Inspection Date 07/19/2005 Comments on ARTESIA M Inspection Date 07/19/2005 Comments on ARTESIA M Inspection Date 07/19/2005 Comments on ARTESIA M Inspection Date 07/19/2005 Comments on	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection: Inspection: Inspection: Inspection Inspection Inspection Inspection Inspection Inspection Inspection	No Company Reremain shut in personal No.056 No Company Reremain shut in personal No.058 No Company Reremain shut in personal No.020 No Company Reremain shut in personal No.020	Inspector Gerry Guye presentative or equending reschedule.	Yes violation? Yes ipment to accom Violation? Yes ipment to accom Violation? Yes ipment to accom	*Significant Non-Compliance? No aplish MIT test. Well a A-35-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a C-36-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a P-24-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a K-19-18S-28E *Significant *Significant Non-Compliance?	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-01196-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and	Inspection No. iGEG0520037473 Imspection No. iGEG0520037533 Inspection No. iGEG0520037584
Inspection Date 07/19/2005 Comments on Date 07/19/2005	Type Inspection Pre-Operation Inspection: IETEX UNIT Type Inspection Inspection: IETEX UNIT Type Inspection Pre-Operation Inspection: Inspection: Inspection: Inspection Inspection Inspection Inspection Inspection Inspection Inspection	No Company Reremain shut in personal No.056 No Company Reremain shut in personal No.058 No Company Reremain shut in personal No.020 No Company Reremain shut in personal No.020	Inspector Gerry Guye presentative or equending reschedule.	Yes violation? Yes ipment to accom Violation? Yes ipment to accom Violation? Yes ipment to accom	*Significant Non-Compliance? No aplish MIT test. Well a A-35-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a C-36-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a P-24-18S-27E *Significant Non-Compliance? No aplish MIT test. Well a K-19-18S-28E	Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00987-00-(Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-00991-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and 30-015-0196-00-0 Corrective Action Due By: 10/22/2005 nust be shut in and	Imspection No. iGEG0520037473 Imspection No. iGEG0520037533 Imspection No. iGEG0520037584

ARTESIA METEX UNIT No.041

E-30-18S-28E

30-015-02136-00-00

Inspection Date

Type Inspection

Inspector

*Significant Violation? Non-Compliance?

Corrective Action Due By:

Inspection No.

07/19/2005 **Pre-Operation** Gerry Guye

Yes

10/22/2005

iGEG0520045470

Comments on Inspection:

No

No Company Representative or equipment to accomplish test. Well must be shut in and remain shut in pending reschedule.

C-30-18S-28E

30-015-02140-00-00

ARTESIA METEX UNIT No.032 Inspection

Type Inspection

Inspector

*Significant Violation? Non-Compliance? Corrective

Inspection No.

Date 07/19/2005 **Pre-Operation**

Gerry Guve

Yes

No

Action Due By: 10/22/2005

iGEG0520037844

Comments on Inspection:

No Company Representative or equipment to accomplish MIT test. Well must be shut in and

remain shut in pending reschedule.

ARTESIA METEX UNIT No.049

K-30-18S-28E

30-015-02141-00-00

Corrective

Inspection No.

Inspection Date 07/19/2005

Type Inspection **Pre-Operation**

Inspector Gerry Guye Violation? Yes

*Significant Non-Compliance? No

Action Due By: 10/22/2005

iGEG0514050141

Comments on Inspection:

No Company Representative or equipment to accomplish MIT test. Well must be shut in and

remain shut in pending reschedule.

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

D 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.



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Jeanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Underground Injection Control Program

"Protecting Our Underground Sources of Drinking Water"

24-May-2005

Copy of original

225200

ERS RESOURCES, LLC

PO BOX 1502

CARLSBAD NM 88221-1502

Dear Sirs:

Our records indicate that the following well(s) are due for the type of mechanical integrity test indicated. If the required test is a pressure test, please have the necessary equipment on location and ready to commence the test at the specified time. For all types of tests, please have a representative on location to operate any valves or other equipment as necessary. Your representative should meet our inspector at the meeting place indicated below for the entire inspection group.

Scheduled Inspections / MITs

Meeting Place for this Inspection Group: Artesia Metex Ut #12

Scheduled D	ate: 7/19/2005 8:30:00	AM		·
	UL S-T-R	API Well No.	Well No.	Type Insp/MIT
Property Na	me: ARTESIA METE	X UNIT		
	I 24 18S 27E	30-015 -00944-00 -00	800	Pressure Test
	K 24 18S 27E	30-015- 0094 1- 00 -00	006	Pressure Test
	M 24 18S 27E	30-015 -009 42-00-00	016	Pressure Test
	P 24 18S 27E	30-015-01196-00-00	020	Pressure Test
	H 25 18S 27E	30-015- 009 54-00-00	. 040	Pressure Test
	L 25 18S 27E	30-015 -009 59-00-00	045	Pressure Test
	M 25 18S 27E	30-015- 009 60-00-00	052	Pressure Test
	O 25 18S 27E	30-015 -009 56-00-00	054	Pressure Test
	H 26 18S 27E	30-015- 0096 3-00-00	035	Pressure Test
	A 35 18S 27E	30-015 -00987-00 -00	056	Pressure Test
	C 36 18S 27E	30-015- 00991-00- 00	058	Pressure Test
	K 19 18S 28E	30-015- 01964-00- 00	012	Pressure Test
	C 30 18S 28E	30-015- 02 \\ 40-00-00	032	Pressure Test
	E 30 18S 28E	30-015-021136-00-00	041	Pressure Test
	K 30 18S 28E	30-015-02141-00-00	049	Pressure Test