State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin

Cabinet Secretary **Tony Delfin** Deputy Cabinet Secretary David Catanach, Director Qil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

02-Nov-16

PECOS RIVER OP INC

1405 E. JOHN ST. #2 SEATTLE WA 98112

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 Qil 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

EDMONDS Inspection Date	ON FEDERAL Type Inspection		Inspector	Vielatien?	L-13-7S-25E *Significant Non-Compliance?	30-005-61307-00-00 Corrective Action Due By:) Inspection No.
11/02/2016	Routine/Period	lic	Gilbert Cordero	Yes	No	2/5/2017	iGC1630743570
Comments	on Inspection:	Well Sign (Rule 1 AREA AROUND	9.15.16.8). SIGN WELL AND TẠN	IS NOT LEG KS MUST B	IBLE. FIRE HAZA E CLEARED FOR A	RD RULE 19.15.10.8. AT LEAST 150'	
				2 - 1 - 1	1		
Inspection	SON FEDERAL Type Inspection	• .	Inspector	Violation?	J-13-7S-25E *Significant Non-Compliance?	30-005-61423-00-00 Corrective Action Due By:) Inspection No.
	SON FEDERAL Type Inspection Routine/Period	•	Inspector Gilbert Cordero	Viplation? Yes		Corrective Action Due By:	-

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,

Gilbert Cordero Compliance Officer **Compliance Officer**

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.