

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"*

18-Jan-17

**HARLOW ENTERPRISES LLC**  
#26 CHALK BLUFF RD.  
ARTESIA NM 88210

**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.

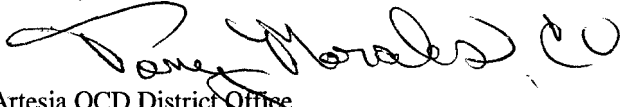
***INSPECTION DETAIL SECTION***

BEAR DRAW No.001				I-28-16S-29E	30-015-23653-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/18/2017	Routine/Periodic	Tony Morales	Yes	No	4/23/2017	iTM1701839350
Violations						
Fire Walls and Dikes						
Surface Leaks/Spills						
Comments on Inspection:		OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND PJ. TANK BATTERIES NO CONTAINMENT-BERM NO PLACARDS/WINDSOCK LOCATION SIGN NO-LEGIBLE				

BEAR DRAW No.003				B-28-16S-29E	30-015-24170-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/18/2017	Routine/Periodic	Tony Morales	Yes	No	4/23/2017	iTM1701840065
Violations						
Absent Well Identification Signs (Rule 103)						
Comments on Inspection:		OK. All Equipment and Location in Good Shape. PJO. TANK BATTERY NO CONTAINMENT-BERM. NO PLACARDS / WINDSOCK LOCATION SIGN NO-LEGIBLE				

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,

A handwritten signature in black ink, appearing to read "Tony Morales", followed by a stylized flourish or initials.

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.