State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

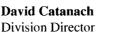
Governor

Ken McQueen Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David Catanach





Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

11-Sep-17

RAY WESTALL OPERATING, INC.

P.O. Box 4

Loco Hills NM 88255-8255

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.

INSPECTION DETAIL SECTION

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.

		N-35-18S-30E	30-015-25719-00-00	
Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.

09/11/2017 Routine/Periodic **Violations**

TRIGG FEDERAL No.004

Inspection

Date

Tony Morales

Yes No

12/15/2017

iTM1725445884

Inspection No.

iTM1725442590

General Housekeeping (Rule 114)

Comments on Inspection:

Type Inspection

OK. All Equipment and Location in Good Shape. PJ, CONTAMINATED MATERIAL ON LOCATION 19.15.10.8

TRIGG FEDERAL No.005 N-35-18S-30E 30-015-25807-00-00

Inspection *Significant Corrective **Type Inspection** Inspector Violation? Date Non-Compliance? Action Due By: 09/11/2017 Routine/Periodic Tony Morales Yes No 12/15/2017

Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD 19.15.10.8

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,

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.