State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David CatanachDivision Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

13-Oct-17

REMNANT OIL OPERATING, LLC

PO Box 5375

Midland TX 79704-9704

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

	RACK SEC 3	UNIT No.009			H-3-19S-29E	30-015-03557-00-	00	
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/13/2017	Routine/Perio Violations Surface Leaks/Sp		Tony Morales	Yes	No	1/16/2018	iTM1728632555	
Comments on Inspection: OK. All Equipment and Location in Good Shape STAINED AREA APPROX 10' X 35' 19.15.10								
TURKEY TRACK SEC 3 UNIT No.003					C-3-19S-29E	30-015-10454-00-	00	
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/13/2017	Routine/Perio Violations General Houseke	dic eping (Rule 114)	Tony Morales	Yes	No	1/16/2018	iTM1728640980	
Comments	on Inspection:		5 GALLON DRUN			IND WELLHEAD. OI ATED MATERIAL O		

TURKEY TRACK SEC 3 UNIT No.018

G-3-19S-29E

30-015-21990-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

10/13/2017 Routine/Periodic **Tony Morales**

Yes

No 1/16/2018 iTM1728639369

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ. STAINING AROUND WELL HEAD /

LOCATION. TANK BATTERIES NO SECONDARY IMPERMEABLE CONTAINMENT -

BERM NO PLACARDS / WINDSOCK 19, 15,10.8

TURKEY TRACK SEC 3 UNIT No.025

J-3-19S-29E

30-015-23711-00-00

Inspection Date

Type Inspection

Inspector

*Significant Violation? Non-Compliance? Corrective

Inspection No.

10/13/2017 Routine/Periodic Tony Morales

Yes No Action Due By: 1/16/2018

iTM1728639036

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ STAINING AROUND WELLHEAD

OLD TUBING / SUCKER RODS ON LOCATION 19.15.10.8

TURKEY TRACK SEC 3 UNIT No.026

K-3-19S-29E *Significant 30-015-23761-00-00

Corrective

Inspection No.

Date 10/13/2017

Inspection

Type Inspection Routine/Periodic Inspector Tony Morales Violation? Yes

Non-Compliance? No

Action Due By: 1/16/2018

iTM1728640000

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. STAINING AROUND WELL

TURKEY TRACK SEC 3 UNIT No.029

H-3-19S-29E

30-015-25148-00-00

Inspection Date

Type Inspection

Inspector

Violation? Yes

*Significant Non-Compliance? No

Corrective Action Due By: 1/16/2018

Inspection No. iTM1728632118

10/13/2017 Routine/Periodic Violations

Surface Leaks/Spills

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

Tony Morales

PJO. STAINING AROUND WELL

HEAD. 19.15.10.8

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.