State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen

Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

Heather Riley
Division Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

20-Mar-18

DWIGHT A TIPTON

PO BOX 397

LOVINGTON NM 88260

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

MABEL No.002 H-30-10S-28E 30-005-60736-00-00 Inspection *Significant Corrective **Type Inspection** Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 03/20/2018 Routine/Periodic **Tony Morales** Yes No 6/23/2018 iTM1807947659 Violations General Housekeeping (Rule 114) **Comments on Inspection:** OK. All Equipment and Location in Good. PJ OLD TUBING SUCKER RODS ON LOCATION 19.15.10.8 CX PLAINS No.001 P-19-10S-28E 30-005-60825-00-00 Inspection *Significant Corrective **Type Inspection** Inspection No. Inspector Violation? Date Non-Compliance? Action Due By: 03/20/2018 Routine/Periodic **Tony Morales** Yes No 6/23/2018 iTM1807939390 **Violations** Absent Well Identification Signs (Rule 103)

Surface Leaks/Spills

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ NOT CONNECTED TO WELLHEAD.

FRESH OILOLD TUBING ON LOCATION 19.15.10.8 IDLE WELL?? WRONG OPERATOR

PLAINS 29 No.001 D-29-10S-28E 30-005-60875-00-00

Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 03/20/2018 Routine/Periodic **Tony Morales** Yes No 6/23/2018 iTM1807934483

Violations

Absent Well Identification Signs (Rule 103)

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. TANK BATTERY STAINING NO

PLACARDS / WINDSOCK POLYPIPE LEADING FROM PLAINS 29 001 / OTHERS

19.15.10.8 WRONG OPERATOR ON LOCATION SIGN 19.15.16.8

J P WHITE D No.005 M-20-10S-28E 30-005-61175-00-00

Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Action Due By: Non-Compliance? 03/20/2018 Routine/Periodic **Tony Morales** iTM1807938892 Yes No 6/23/2018

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection: CASING OUT OF GROUND LOCATION SIGN NOT VISIBLE 19.15.16.8 Idle Well(Rule

19.15.25.8) ?

PLAINS 29 No.002 E-29-10S-28E 30-005-61385-00-00

Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 03/20/2018 Routine/Periodic Tony Morales Yes No 6/23/2018 iTM1807946007

Violations

General Housekeeping (Rule 114)

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

19.15.10.8

PLAINS 29 No.003 M-29-10S-28E 30-005-61784-00-00

*Significant Inspection Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 03/20/2018 Routine/Periodic Tony Morales Yes No 6/23/2018 iTM1807946851

Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and ocation in Good Shape. PJ POWER OFF NO ELECTRIC MOTOR

STAINING AROUND WELLHEAD. 19.15.10.8

PLAINS 29 No.004 D-29-10S-28E 30-005-61904-00-00

Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Non-Compliance? Date Action Due By: 03/20/2018 Routine/Periodic **Tony Morales** Yes No 6/23/2018 iTM1807943744

Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. NO PJ. WELLHEAD ONLY LOCATION

SIGN DOWN OLD SUCKER RODS ON LOCATION 19.15.10.8

MABEL No.006 H-30-10S-28E 30-005-61909-00-00

Inspection *Significant Corrective Violation? Inspection No. Type Inspection Inspector Date Non-Compliance? Action Due By: Routine/Periodic iTM1807948197 03/20/2018 Tony Morales Yes No 6/23/2018

Violations

Absent Well Identification Signs (Rule 103)

General Housekeeping (Rule 114)

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

LOCATION SIGN NOT LEGIBLE OLD TUBING ON LOCATION.

PLAINS 29 No.006 D-29-10S-28E 30-005-61992-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 03/20/2018 Routine/Periodic **Tony Morales** Yes No 6/23/2018 iTM1807944017 Violations Surface Leaks/Spills General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shape. WELLHEAD. FRESH OIL AROUND WELLHEAD. 19.15.10.8 **PLAINS 29 No.005** E-29-10S-28E 30-005-61998-00-00 Inspection *Significant Corrective **Type Inspection** Violation? Inspector Inspection No. Date Non-Compliance? Action Due By: 03/20/2018 Routine/Periodic Tony Morales Yes No 6/23/2018 iTM1807945601 Violations Absent Well Identification Signs (Rule 103) General Housekeeping (Rule 114) **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ STAINING AROUND WELLHEAD LOCATION SIGN NOT VISIBLE. OLD SUCKER RODS ON LOCATION. CX PLAINS No.011 P-19-10S-28E 30-005-62205-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 03/20/2018 Routine/Periodic Yes 6/23/2018 iTM1807940302 Tony Morales No **Violations** Absent Well Identification Signs (Rule 103) **Comments on Inspection:** OK. All Equipment and Location in GoodShape. O PJ. LOCATION SIGN NOT VISIBLE, 19.15.16.8 IDLE WELL ?? **CX PLAINS No.016** I-19-10S-28E 30-005-62285-00-00 Inspection *Significant Corrective Type Inspection Violation? Inspection No. Inspector Date Non-Compliance? Action Due By: iTM1807940846 03/20/2018 Routine/Periodic **Tony Morales** Yes No 6/23/2018 **Violations** Absent Well Identification Signs (Rule 103) General Housekeeping (Rule 114) **Comments on Inspection:** OK, All Equipment and Location in Good Shape. PJ HEAD NOT CONNECTED TO WELLHEAD. OLD SUCKER RODS ON LOCATION. 19.15.10.8 WRONG OPERATOR IDLE WELL (Rule 19.15.25.8)? **CX PLAINS No.015** O-19-10S-28E 30-005-62291-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Non-Compliance? Inspection No. Date Action Due By: 03/20/2018 Routine/Periodic **Tony Morales** iTM1807942168 Yes No 6/23/2018

Violations

Surface Damage/Restoration

General Housekeeping (Rule 114)

Comments on Inspection:

Idle Well (Rule 19.15.25.8)?

OK. All Equipment and Location in Good

Shape. PJ NOT CONNECTED TO WELL HEAD. FRESH OIL 19.15.10.8 LOCATION SIGN

H-30-10S-28E

NOT VISIBLE 19.15.16.8 OLD TUBING ON LOCATION

MABEL No.004 Inspection

Date

03/20/2018

Type Inspection

Routine/Periodic

Inspector **Tony Morales** Violation? Yes

*Significant Non-Compliance? No

Corrective Action Due By: 6/23/2018

30-005-62294-00-00

Inspection No. iTM1807947814

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in God Shape. PJO STAINING AROUND WELLHEAD

19.15.10.8

CX PLAINS No.017

O-19-10S-28E

30-005-62311-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? No

Corrective Action Due By:

Inspection No.

03/20/2018

Routine/Periodic

Tony Morales

Yes

6/23/2018

iTM1807942629

Violations

Surface Leaks/Spills

General Housekeeping (Rule 114)

Comments on Inspection:

idle Well (Rule 19.15.25.8)?

OK. All Equipment and Location in Good

Shape. PJ. FRESH OIL NO ELECTRICAL MOTOR LOCATION SIGN DOWN OLD

SUCKER RODS ON LOCATION 19.15.10.8

MABEL

No.009

A-30-10S-28E

30-005-62715-00-00

Inspection

Type Inspection Date

Inspector

*Significant Violation? Non-Compliance? Corrective

Inspection No.

03/20/2018

Routine/Periodic

Tony Morales

Yes

No

Action Due By: 6/23/2018

iTM1807943212

Violations

Absent Well Identification Signs (Rule 103)

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ NOT CONNECTED TO WELL HEAD

OLD PJ ON LOCATION LOCATION SIGN NOT VISIBLE. 19.15.10.8 / 19.15.16.8

CX PLAINS No.018

Inspection Type Inspection

Inspector

Violation?

P-19-10S-28E *Significant Non-Compliance? 30-005-63030-00-00 Corrective

Inspection No.

Date 03/20/2018

Routine/Periodic

Tony Morales

Yes

No

Action Due By: 6/23/2018

iTM1807937494

Violations

Surface Leaks/Spills

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ NOT CONNECTED TO WELLHEAD.

OLD SUCKER RODS / TANK BATTERY ON LOCATION. FRESH OIL AROUND

WELLHEAD. POWER BOX DOWN 19.15.10.8 IDLE WELL

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

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.