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"

27-Jul-18

MEWBOURNE OIL CO

4801 Business Park Blvd. PO Box 5270 Hobbs NM 88240-8240

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.

			INSPECTIO	V DETAIL	SECTION		
STATE CE Inspection Date	No.001 Type Inspection		Inspector	Violation?	E-2-18S-30E *Significant Non-Compliance?	30-015-25067-00-00 Corrective Action Due By:	Inspection No.
07/27/2018	Routine/Period	lic	Tony Morales	Yes	No	10/30/2018	TM1820845636
Comments		OK. All Equipme DRAIN 19.15.2		Good Shape	TANK BATTERIES	STAINING AROUND	
LOCO HIL Inspection Date	LS STATE No. Type Inspection	001	Inspector	Violation?	M-2-18S-30E *Significant Non-Compliance?	30-015-26499-00-00 Corrective Action Due By:	Inspection No.
07/27/2018	Routine/Period	lic	Tony Morales	Yes	No	10/30/2018	iTM1820843882
Comments			ent and Location in OR TREATOR 19.		. TANK BATTERY	STAINING AROUND	
LOCO HIL Inspection Date	LS STATE No.	002	Inspector	Violation?	L-2-18S-30E *Significant Non-Compliance?	30-015-26654-00-00 Corrective Action Due By:	Inspection No.
07/27/2018	Routine/Period	lic	Tony Morales	Yes	No	10/30/2018	iTM1820844076
Comments	on Inspection:				. PJ STAINING AR AIN / CONTAINMEI	OUND WELLHEAD. NT 19.15.29	

LOCO HILLS STATE No.004

N-2-18S-30E

30-015-26972-00-00

Inspection

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance? Corrective

Inspection No.

07/27/2018 Routine/Periodic

Tony Morales

Yes

Action Due By:

No

10/30/2018

iTM1820843429

OK. All Equipment and Location in Good Shape.

Comments on Inspection:

PJO STAINING AROUND WELLHEAD

19.15.29

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.