State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst

Cabinet Secretary

Todd E. Leahy, JD, PhD

Deputy Cabinet Secretary

Adrienne Sandoval
Division Director



"Response Required - Deadline Enclosed"

Field Inspection Program
"Preserving the Integrity of Our Environment"

02-Jul-20

HPPC, INC. 306 W Wall 209 Midland, TX 79701 **LETTER OF VIOLATION - Field Inspection**

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-025-21605] LEA 946 STATE #002

OGRID: 371698

H-03-18S-35E 2301 FNL 330 FEL

Inspection Date

Type Inspection

Inspector

Corrective Action Due By

Inspection No.

6/30/2020

Routine Inspection

[GC] Gilbert Cordero

9/28/2020

iGC2018245159

Violations:

Rule

Violation

Absent Well Identification Sign

Comment:

NO WELL SIGN VISIBLE

19.15.16.8 Sign on Wells

19.15.29 Releases

Surface Leaks/Spills

ALL RELEASES MUST BE REPORTED WITHIN 24 HRS. & A C-141 SENT IN 15 DAYS - NEED LOCATION SIGN AT TB

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,

Staff Manager NMOCD NM SOUTH

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

From: Cordero, Gilbert, EMNRD

To: rajan.prasad@hppcinc.com

Cc: <u>Hamlet, Robert, EMNRD</u>; <u>Venegas, Victoria, EMNRD</u>

Subject: Letter of Violation

Date: Thursday, July 2, 2020 8:03:00 AM

Attachments: <u>HPPCLea946.7.2.2020.pdf</u>

Good morning Rajan Prasad,

Attached please find a Letter of Violation (LOV) on the Lea 946 State 002, 30-025-21605 for no well sign visible and also for the Tank Battery that is near this location. The tank battery had a release that was not reported and it also is missing a location sign. If you have any questions you may call me on my cell phone.

Thank you,

Gilbert Cordero Staff Manager NMOCD District II Office 575.748.1283 ext.114 Cell 575.626.0830