State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary

Tony Delfin

Deputy Cabinet Secretary

David Catanach, Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

14-Sep-16

REMNANT OIL OPERATING, LLC PO BOX 5375 MIDLAND TX 79704

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	V DETAIL	L SECTION		
BO FEDER Inspection Date	AL Type Inspection			H-23-9S-25E *Significant Non-Compliance?	30-005-61042-00-6 Corrective Action Due By:	O Inspection No.
09/14/2016	Routine/Periodic	Gilbert Cordero	Yes	No	12/18/2016	iGC1625845415
Comments	on Inspection: Well Si	ign (Rule 19.15.16.8). OPER	ATOR NAM	E (LEGACY) IS NO	T CORRECT_	***************************************
PECOS RIV Inspection Date	VER FEDERAL Type Inspection	No.001 Inspector	Violation?	K-23-9S-25E *Significant Non-Compliance?	30-005-61237-00- Corrective Action Due By:	00 Inspection No.
09/14/2016	Routine/Periodic	Gilbert Cordero	Yes	No	12/18/2016	iGC1625841349
Comments	on Inspection: Well S	ign (Rule 19.15.16.8). OPER	ATOR NAM	IE (LEGACY) IS NO	T CORRECT	
LEEMAN F Inspection Date	FEDERAL Type Inspection	No.002	Violation?	P-12-9S-25E *Significant Non-Compliance?	30-005-61838-00- Corrective Action Due By:	00 Inspection No.
09/14/2016	Routine/Periodic	Gilbert Cordero	Yes	No	12/18/2016	iGC1625846213
Comments	on Inspection: Well S	ign (Rule 19.15.16.8). OPER	ATOR NAM	IE (LEGACY) IS NO	T CORRECT	

TOLMAC STATE No.003 G-36-9S-25E 30-005-61926-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 09/14/2016 Routine/Periodic No 12/18/2016 iGC1625834478 Gilbert Cordero Yes Comments on Inspection: Well Sign (Rule 19.15.16.8). SIGN IS NOT LEGIBLE PJ FEDERAL COM No.002 B-13-9S-25E 30-005-62047-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 09/14/2016 Routine/Periodic No iGC1625846388 Gilbert Cordero Yes 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT **TOLMAC STATE** No.004 F-36-9S-25E 30-005-62209-00-00 Inspection *Significant Corrective Date Type Inspection Inspector Violation? Inspection No. Action Due By: Non-Compliance? iGC1625834635 09/14/2016 Routine/Periodic Gilbert Cordero Yes No 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT H-26-9S-25E RICK FEDERAL COM No.001 30-005-62215-00-00 Inspection *Significant Corrective Inspection No. Type Inspection Inspector Violation? Date Non-Compliance? Action Due By: iGC1625838031 09/14/2016 Routine/Periodic Gilbert Cordero Yes No 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT O-25-9S-25E 30-005-62449-00-00 MM FEDERAL No.004 *Significant Corrective Inspection Type Inspection Violation? Inspection No. Inspector Non-Compliance? Date Action Due By: iGC1625833995 09/14/2016 Routine/Periodic Gilbert Cordero Yes No 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT **MM FEDERAL** No.005 E-25-9S-25E 30-005-62450-00-00 *Significant Corrective Inspection Inspection No. Violation? Type Inspection Inspector Date Non-Compliance? Action Due By: Gilbert Cordero Yes 12/18/2016 iGC1625838199 09/14/2016 Routine/Periodic **Comments on Inspection:** Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT I-26-9S-25E MM FEDERAL No.006 30-005-62451-00-00 *Significant Corrective Inspection Inspection No. Violation? Type Inspection Inspector Date Non-Compliance? **Action Due By:** iGC1625837841 Yes No 12/18/2016 09/14/2016 Routine/Periodic Gilbert Cordero Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT **MM FEDERAL** No.007 K-25-9S-25E 30-005-62493-00-00 Inspection *Significant Corrective Inspection No. Violation? Type Inspection Inspector Date Non-Compliance? Action Due By: No iGC1625836561 Yes 09/14/2016 Routine/Periodic Gilbert Cordero 12/18/2016 **Comments on Inspection:** Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT G-25-9S-25E 30-005-62494-00-00 **MM FEDERAL** No.008 *Significant Corrective Inspection Inspection No. Type Inspection Inspector Violation? Non-Compliance? Action Due By: Date iGC1625837247 09/14/2016 Yes No 12/18/2016 Routine/Periodic Gilbert Cordero Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT

RICK FEDERAL No.002 P-23-9S-25E 30-005-62533-00-00 Inspection *Significant Corrective Type Inspection Violation? Inspection No. Inspector Date Non-Compliance? Action Due By: 09/14/2016 Routine/Periodic Gilbert Cordero iGC1625838566 Yes No 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT JILL FEDERAL No.001 K-24-9S-25E 30-005-62640-00-00 Inspection *Significant Corrective Type Inspection Violation? Inspection No. Date Inspector Non-Compliance? Action Due By: 09/14/2016 Routine/Periodic Gilbert Cordero iGC1625838730 Yes No 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT MM FEDERAL COM No.010 A-35-9S-25E 30-005-62676-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 09/14/2016 Routine/Periodic Gilbert Cordero Yes No 12/18/2016 iGC1625835603 **Comments on Inspection:** Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT **TOLMACK STATE No.005** A-36-9S-25E 30-005-63195-00-00 Inspection *Significant Corrective Inspection No. Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: iGC1625833626 09/14/2016 Routine/Periodic Gilbert Cordero Yes No 12/18/2016 Comments on Inspection: Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT C-25-9S-25E 30-005-63199-00-00 MM FEDERAL No.011 *Significant Inspection Corrective Violation? Inspection No. Type Inspection Inspector Date Non-Compliance? Action Due By: 09/14/2016 Yes No 12/18/2016 iGC1625837427 Routine/Periodic Gilbert Cordero **Comments on Inspection:** Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT L-36-9S-25E 30-005-63566-00-00 TOLMACK STATE No.006 Inspection *Significant Corrective Inspection No. Type Inspection Inspector Violation? Date Non-Compliance? **Action Due By:** iGC1625832949 09/14/2016 Routine/Periodic Gilbert Cordero Yes No 12/18/2016 **Comments on Inspection:** Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT MM 25 FEDERAL No.012 M-25-9S-25E 30-005-63712-00-00 Inspection *Significant Corrective Inspection No. Violation? Type Inspection Inspector Date Non-Compliance? Action Due By:

Yes

Well Sign (Rule 19.15.16.8). OPERATOR NAME (LEGACY) IS NOT CORRECT

No

Gilbert Cordero

09/14/2016

Comments on Inspection:

Routine/Periodic

iGC1625835155

12/18/2016

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

Compliance Officer

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.