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"

17-Apr-17

RKI EXPLORATION & PRODUCTION, LLC

3500 One Williams Center Tulsa OK 74172-4172

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	L SECTION			
LOST RIVER FEE No.001 Inspection Date Type Inspection		Inspector	Violation?	P-23-23S-27E *Significant Non-Compliance?	30-015-41920-00- Corrective Action Due By:	00 Inspection No.	
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710736771	
Comments	on Inspection: Well Sign (Ru	ile 19.15.16.8). OPER	ATOR (MA	CK) IS NOT CORRE	СТ		
LAVA FEE Inspection Date	No.001 Type Inspection	Inspector	Violation?	P-3-23S-27E *Significant Non-Compliance?	30-015-42136-00- Corrective Action Due By:	00 Inspection No.	
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710729049	
Comments	on Inspection: Well Sign (Ru	ile 19.15.16.8). OPER	ATOR (MA	CK) IS NOT CORRE	СТ		
SKELETON FEE No.001				B-15-23S-27E	30-015-42249-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710731730	
Comments of	on Inspection: Well Sign (Ru	ile 19.15.16.8). OPER	ATOR (MA	CK) IS NOT CORRE	СТ		

SANDIA FE	-	No.001		A-15-23S-27E *Significant	30-015-42250-00- Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710730718
Comments	on Inspection: Well S	ign (Rule 19.15.16.8). OPER	ATOR (MA	CK) IS NOT CORRE	СТ	
SKELETON Inspection Date	FEE No.002	Inspector	Violation?	C-15-23S-27E *Significant Non-Compliance?	30-015-42411-00- Corrective Action Due By:	00 Inspection No.
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No.	7/21/2017	iGC1710732070
	,			_		1001/10/320/0
Comments	m mspection: Well 5	ign (Rule 19.15.16.8). OPER	ATOR (MA	CK) IS NOT CORRE		
GHOST SW Inspection Date	Type Inspection	Inspector	Violation?	B-15-23S-27E *Significant Non-Compliance?	30-015-42463-00- Corrective Action Due By:	00 Inspection No.
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710731343
Comments	on Inspection: Well S	ign (Rule 19.15.16.8). OPER	ATOR (MA	CK) IS NOT CORRE	CT	
LOST RIVER FEE No.002 Inspection Date Type Inspection		Inspector	Violation?	I-23-23S-27E *Significant Non-Compliance?	30-015-42700-00-00 Corrective Action Due By: Inspection No.	
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No.	7/21/2017	iGC1710737001
	,	ign (Rule 19.15.16.8). OPER			•	1001/10/5/001
ICE FEE No.001				D-23-23S-27E	30-015-42703-00-	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710733862
04/1//201/	rought/r chould					

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, Gilbert Cordero Staff Manager

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.