

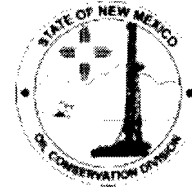
State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

Ken McQueen  
Cabinet Secretary

Matthias Sayer  
Deputy Cabinet Secretary

David Catanach  
Division 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.

***INSPECTION DETAIL SECTION***

<b>LOST RIVER FEE No.001</b>				<b>P-23-23S-27E</b>	<b>30-015-41920-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710736771
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

<b>LAVA FEE No.001</b>				<b>P-3-23S-27E</b>	<b>30-015-42136-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710729049
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

<b>SKELETON FEE No.001</b>				<b>B-15-23S-27E</b>	<b>30-015-42249-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710731730
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

<b>SANDIA FEE</b>		<b>No.001</b>	<b>A-15-23S-27E</b>		<b>30-015-42250-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710730718
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

<b>SKELETON FEE No.002</b>			<b>C-15-23S-27E</b>		<b>30-015-42411-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710732070
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

<b>GHOST SWD No.001</b>			<b>B-15-23S-27E</b>		<b>30-015-42463-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710731343
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

<b>LOST RIVER FEE No.002</b>			<b>I-23-23S-27E</b>		<b>30-015-42700-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710737001
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT.						

<b>ICE FEE No.001</b>			<b>D-23-23S-27E</b>		<b>30-015-42703-00-00</b>	
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/17/2017	Routine/Periodic	Gilbert Cordero	Yes	No	7/21/2017	iGC1710733862
<b>Comments on Inspection:</b> Well Sign (Rule 19.15.16.8). OPERATOR (MACK) IS NOT CORRECT						

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

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.