State of New Mexico Energy, Minerals and Natural Resources Department

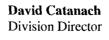
Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary





Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

08-May-17

BURNETT OIL CO INC

Burnett Plaza, Suite 1500 801 Cherry St., Unit 9 Fort Worth TX 76102-6102

CRAVRIDG LACKSON S A LINIT No 021

LETTER OF VIOLATION - Inspection

30-015-04154-00-00

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

L14-17S-30E

Inspection Date O5/08/2017 Type Inspection Type Inspection Routine/Perio		n	Inspector Tony Morales	Violation? Yes	*Significant Non-Compliance?	Corrective Action Due By: 8/11/2017	Inspection No. iTM1712833801
	Violations Absent Well Ide	ntification Signs (R	tule 103)				
Comments	on Inspection:		nent and Location in GN NOT LEGIBLE			ROUND WELL HEA	AD.
GISSLER A No.019					J-14-17S-30E	30-015-32835-00-	00
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/08/2017	Routine/Peri	odic	Tony Morales	Yes	No	8/11/2017	iTM1712834912
	Violations						
	General Housek	eeping (Rule 114)					
		OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD+RULE 19.15.35.7B					

GISSLER B No.035 E-14-17S-30E 30-015-33495-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 05/08/2017 Routine/Periodic Tony Morales Yes iTM1712843196 No 8/11/2017 **Violations** General Housekeeping (Rule 114) **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD+. RULE 19.15.35.7B **GISSLER A No.026** J-14-17S-30E 30-015-34503-00-00 Inspection *Significant Corrective Type Inspection Inspection No. Inspector Violation? Date Non-Compliance? Action Due By: 05/08/2017 Routine/Periodic Tony Morales Yes No 8/11/2017 iTM1712835072 Violations General Housekeeping (Rule 114) **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD+ FRESH OIL RULE 19.15.35.7B **GISSLER B No.037** D-14-17S-30E 30-015-34688-00-00 Inspection *Significant Corrective Inspector Violation? Inspection No. Type Inspection Date Non-Compliance? Action Due By: 05/08/2017 Routine/Periodic **Tony Morales** Yes 8/11/2017 iTM1712841572 No Violations General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shap. PJO. STAINING AROUND WELL HEAD. RULE 19.15.35.7B **GISSLER B No.044** 30-015-36380-00-00 J-11-17S-30E Inspection *Significant Corrective **Type Inspection** Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 05/08/2017 Routine/Periodic Yes 8/11/2017 iTM1712848066 Tony Morales No Violations General Housekeeping (Rule 114) OK. All Equipment and Location in Good Shae. PJO. STAINING AROUND WELL HEAD Comments on Inspection: RULE 19.15.35.7B **GISSLER B No.055** J-11-17S-30E 30-015-37243-00-00 *Significant Corrective Inspection Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 05/08/2017 Routine/Periodic iTM1712848137 Tony Morales Yes No 8/11/2017 Violations General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD

RULE 19.15.35.7B M-12-17S-30E 30-015-40846-00-00 **GISSLER A No.042**

Inspection Corrective *Significant Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 05/08/2017 Routine/Periodic iTM1712846995 Tony Morales Yes No 8/11/2017 Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD+

RULE 19.15.35.7B

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.

James !!

Artesia OCD District

Sincerely

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.