Susana Martinez Governor

Ken McQueen Cabinet Secretary-Designate

Matthias Sayer Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



09-Jun-17

EOG Y RESOURCES, INC. 105 S 4TH ST ARTESIA NM 88210

LETTER OF VIOLATION - Inspection

Dear Operator:

RULE 19.15.16.8 SIGN ON WELLS

A. An operator shall identify wells and related facilities the division regulates by a sign, which shall remain in place until the operator plugs and abandons the well and closes the related facilities.

B. For drilling wells, the operator shall post the sign on the derrick or not more than 20 feet from the well.

C. The sign shall be of durable construction and the lettering shall be legible and large enough to be read under normal conditions at a distance of 50 feet.

D. The wells on each lease or property shall be numbered in non-repetitive, logical and distinctive sequence.

F. An operator shall have 90 days from the effective date of an operator name change to change the operator name on the well sign unless the division grants an extension of time, for good cause shown along with a schedule for making the changes.

Each sign shall show the:

(1) well number;

- (2) property name;
- (3) operator's name;
- (4) location by footage, quarter-quarter section, township and range (or unit letter can be substituted for the quarter-quarter section), and
- (5) API number.

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INSPECTIC PRESTON H Inspection Date Inspection No.	EDERAL No	b.001	Inspector	Violation?	L-35-20S-24E *Significant Non-Compliance?	30-015-20349-00-00 Corrective Action Due By:
06/08/2017	Routine/Peric	odic	Tim Gum	Yes	No	8/1/2017
iTWG171594	5551					
Comments o	n Inspection:	OK. All Equipm LRP4/17. No Well sign. L0		Good Shape	.FW TYPE ?? Tbg &	csg valves closed .
DIAMOND						
Inspection	AKI FEDER	AL	No.001		N-34-20S-24E *Significant	30-015-27086-00-00 Corrective
	Type Inspection		No.001 Inspector	Violation?		
Inspection Date	Type Inspection Routine/Peric	1		Violation? Yes	*Significant	Corrective

In the event that a "PLAN OF ACTION" is not received within thirty days of this letter and all compliance issues completed by the "Corrective Action Due By:" date shown above, further enforcement will occur.

Sincerely, Imil Sum

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Artesia OCD District Office

Oil Conservation Division * 811 S. First St. * Artesia, New Mexico 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * http://www.emnrd.state.nm.us