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"

21-Sep-17

MEWBOURNE OIL CO

4801 Business Park Blvd. PO Box 5270 Hobbs NM 88240-8240

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	N DETAIL	SECTION		
TAMANO 10 FEDERAL COM No.001 Inspection Date Type Inspection 09/21/2017 Routine/Periodic			Inspector	Violation? Yes	K-10-18S-31E *Significant Non-Compliance?	30-015-32926-00- Corrective Action Due By: 12/25/2017	Inspection No.
09/21/2017	Violations Surface Leaks/S		Tony Morales	ies	No	12/23/2017	111/11/20443209
Comments	on Inspection:	OK. All Equip FRESH OIL	oment and Location in 9.15.10.8	Good Shape	. PJO. STAINING	G AROUND WELL H	IEAD.
TAMANO 10 FEDERAL COM No.004					E-10-18S-31E 30-015-33490-00-00		
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/21/2017	Routine/Periodic Violations General Housekeeping (Rule 114)		Tony Morales	Yes	No	12/25/2017	iTM1726444951
Comments	on Inspection:		oment and Location in ELL HEAD 19.15.10	-	. PJO. TANK BA	TTERIES OK STAIN	NING

INCRECTION DETAIL CECTION

TAMANO 10 FEDERAL COM No.006H

D-10-18S-31E

30-015-38286-00-00

Inspection Date 09/21/2017

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? Corrective Action Due By:

Inspection No.

¥72 - 3 - 42 -

Routine/Periodic

Tony Morales

Yes

No 12/

12/25/2017

iTM1726440610

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO OLD TUBING ON LOCATION TANK

BATTERIES OK 19.15.10.8

TAMANO 10 FEDERAL COM No.007H

E-10-18S-31E

30-015-39685-00-00

Inspection Date

Type Inspection

Inspector Violation?

*Significant Non-Compliance? Corrective Action Due By:

Inspection No.

09/21/2017 Ro

Routine/Periodic

Tony Morales

Yes

No

12/25/2017

iTM1726445057

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. TANK BATTERIES OK STAINING

AROUND WELL HEAD 19.15.10.8

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,

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.