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"

10-Oct-17

LLJ VENTURES, LLC DBA MARKER OIL & GAS

P.O. BOX 3188

ROSWELL NM 88202

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		
CAROLINE No.004 Inspection Date Type Inspection			Inspector	Violation?	E-28-19S-28E *Significant Non-Compliance?	30-015-02307-00- Corrective Action Due By:	00 Inspection No.
10/10/2017	Routine/Periodic Violations General Housekeeping (Rule 114)		Tony Morales	Yes	No	1/13/2018	iTM1728338610
Comments	on Inspection:	WELLHEAD BERM NO P	pment and Location ir D. TANK BATTERY I LACARD / WINDSO NK ON LOCATION	NO SECOÑD CK STAINII	ARY IMPERMEABI		-
MARY LOU No.002 Inspection Date Type Inspection			Inspector	Violation?	G-29-19S-28E *Significant Non-Compliance?	30-015-02316-00- Corrective Action Due By:	.00 Inspection No.
10/10/2017	Routine/Peri Violations	odic	Tony Morales	Yes	No	1/13/2018	iTM1728337109
	General Housekeeping (Rule 114)						
Comments	on Inspection:	OK. All Equi	pment and Locaton in	Good Shape.	PJ. DEBRIS ON	LOCATION 19.15	5.10.8

MARY LOU No.004

H-29-19S-28E

30-015-02318-00-00

Inspection Date

10/10/2017

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? Corrective
Action Due By:

Inspection No.

Violatio

Routine/Periodic

Tony Morales

Yes

No

1/13/2018

iTM1728336368

Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equi

OK. All Equipment and Location in Good Shape.

AROUND WELL HEAD 19.15.10.8

PJ. NO FAN BELT STAINING

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.