State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

Heather Riley
Division Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

03-Jul-18

BURNETT OIL CO INC

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

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		
GRAYBUR Inspection Date	G JACKSON Type Inspection	S A UNIT No.0	36 Inspector	Violation?	I-12-17S-30E *Significant Non-Compliance?	30-015-04128-00-0 Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Periodic		Tony Morales	Yes	No	10/6/2018	iTM1818447408
Comments	on Inspection:	OK. All Equipm 19.15.29	ent and Location in	Good Shape.	PJO. STAINING A	ROUND WELL HEA	D
GISSLER B Inspection Date	No.005 Type Inspection	n	Inspector	Violation?	J-23-17S-30E *Significant Non-Compliance?	30-015-04300-00-0 Corrective Action Due By:	OO Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No	10/6/2018	iTM1818431903
Comments	on Inspection:		ent and Location in LHEAD / LOCATI			GN WORN STAININ	G
GISSLER B Inspection Date	No.012 Type Inspection	n	Inspector	Violation?	I-23-17S-30E *Significant Non-Compliance?	30-015-04302-00-0 Corrective Action Due By:	O Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No	10/6/2018	iTM1818432419
Comments	on Inspection:		ent an Location in GN WORN FADED		PJO. STAINING AF	ROUND WELL HEAD	

JACKSON Inspection	B No.024				L-24-17S-30E *Significant	30-015-04320-00-0	00
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No	10/6/2018	iTM1818432803
Comments	on Inspection:		nent and Location in A APPROX 60' SC			OUND WELL HEAD:	٠.
JACKSON:	В	No.034			E-24-17S-30E	30-015-27440-00-0	00
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No	10/6/2018	iTM1818436033
Comments	on Inspection:	OK. All Equipm 19.15.29	nent and Location in	Good Shape.	PJ STAINING ARG	OUND WELL HEAD	
GISSLER B	}	No.030			G-23-17S-30E	30-015-27922-00-0	00
Inspection	Type Inspection	n	Inspector	Violation?	*Significant	Corrective	Inspection No.
Date 07/03/2018	Routine/Perio		Tony Morales	Yes	Non-Compliance? No	Action Due By: 10/6/2018	-
	on Inspection:		•			10/6/2018 ROUND WELLHEAD	iTM1818433619
		19.15.29			TIO STAINING A	WELLIEAD	·
STEVENS A	A No.010				L-13-17S-30E	30-015-32793-00-0	00
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio		Tony Morales	Yes	Non-computance:	10/6/2018	iTM1818440905
	on Inspection:		•			OUND WELL HEAD	11
STEVENS A	A No.011				F-13-17S-30E	30-015-33131-00-0) <u> </u>
Inspection					*Significant	Corrective	70
Date	Type Inspectio		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No	10/6/2018	iTM1818444208
Comments	on Inspection:	OK. All Equipn 19.15.29	nent and Location in	n Good Shape.	. PJ. STAINING AR	OUND WELLHEAD	
STEVENS A	A	No.012			N-13-17S-30E	30-015-34225-00-0)0
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio		Tony Morales	Yes	No	10/6/2018	iTM1818442078
	on Inspection:	OK. All Equipm	•			ROUND WELLHEAD	
JACKSON .	A No.035	19.15.29			G-13-17S-30E	30-015-34502-00-0)()
Inspection					*Significant	Corrective	
Date	Type Inspectio		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/03/2018	Routine/Perio		Tony Morales	Yes	No	10/6/2018	iTM1818445185
Comments	on Inspection:		nent and Location in TAINING AROUN			IATED MATERIAL C	
JACKSON.	A No.027Q				A-13-17S-30E	30-015-34765-00-0	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No.	10/6/2018	iTM181844610
	on Inspection:	OK. All Equipn	•	n Good Shape	. PJ WRONG API C	* *	
GISSLER B	No.095		· · · · · · · · · · · · · · · · · · ·		D-24-17S-30E	30-015-41176-00-0	
Inspection					*Significant	Corrective	
Date	Type Inspectio		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/03/2018	Routine/Perio	odic	Tony Morales	Yes	No	10/6/2018	iTM1818437378
Comments	on Inspection:	OK. All Equipn 19.15.29	nent and Location in	n Good Shape	. PJO. STAINING A	AROUND WELL HEA	D

GISSLER A No.043 B-23-17S-30E 30-015-41177-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818435095 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD 19.15.29 **JACKSON A No.044** P-12-17S-30E 30-015-41539-00-00 Inspection *Significant Corrective **Type Inspection** Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic Tony Morales Yes No 10/6/2018 iTM1818446557 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJ STAINING AROUND WELL HEAD. 19.15.29 **GISSLER B** No.104 H-23-17S-30E 30-015-41801-00-00 Inspection *Significant Corrective **Type Inspection** Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** 07/03/2018 Routine/Periodic **Tony Morales** Yes No 10/6/2018 iTM1818434273 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD 19.15.29 **JACKSON B No.070** F-24-17S-30E 30-015-42043-00-00 Inspection *Significant Corrective **Type Inspection** Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 07/03/2018 Routine/Periodic Tony Morales Yes No iTM1818443221 10/6/2018 **Comments on Inspection:** OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD 19.15.29 **JACKSON A** No.050 P-12-17S-30E 30-015-42212-00-00 Inspection *Significant Corrective **Type Inspection** Inspection No. Inspector Violation? Date Non-Compliance? Action Due By:

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.

Tony Morales

Yes

OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELL HEAD.

No

iTM1818446991

10/6/2018

Sincerely,

07/03/2018

Comments on Inspection:

Routine/Periodic

19.15.29

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.