



Mailed 1-27-05 SM-1-13-05

# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

*Field Inspection Program*

*"Preserving the Integrity of Our Environment"*

07-Jan-05

**RECEIVED**

JAN 28 2005

OIL-ARTESIA

**YATES PETROLEUM CORPORATION**

105 S 4TH ST

ARTESIA NM 88210

**NOTICE 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.

**INSPECTION DETAIL SECTION**

**UNOCAL AH U FEDERAL No.002**

**A-1-22S-31E**

**30-015-26786-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/06/2005	Routine/Periodic	Mike Bratcher	Yes	No	2/7/2005	iMLB0500638250
	Violations					
	Surface Leaks/Spills					

**Comments on Inspection:** Well head area is saturated with some pooling of oil and produced water from leaks at well head equipment. Repair and remediation required. Small pile of contaminated soil on location needs removal. Violation Rule 13 and Rule 116.

*Completed*