State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Tony Delfin Acting Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

26-Jan-17

LARRY MARKER DBA MARKER OIL PO BOX 3188 Roswell NM 88202-8202

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 DETAII	SECTION		
NORTH SQ Inspection Date	UARE LAKE U Type Inspection	JNIT No.012	Inspector	Violation?	P-19-16S-31E *Significant Non-Compliance?	30-015-04856-00-0 Corrective Action Due By:	0 Inspection No.
01/26/2017	Routine/Period Violations Absent Well Identit	-	Tony Morales le 103)	Yes	No	5/1/2017	iTM1702647655
Comments		OK. All Equipm		Good Shape	LOCTION SIGN N	OT VISIBLE. FLOWI	LINE
NORTH SQ Inspection Date	UARE LAKE U Type Inspection	J NIT No.007	Inspector	Violation?	J-20-16S-31E *Significant Non-Compliance?	30-015-04863-00-0 Corrective Action Due By:	0 Inspection No.
01/26/2017	Routine/Period Violations Surface Leaks/Spil		Tony Morales	Yes	No	5/1/2017	iTM1702649124
			ent and Location in ROX. 10' X 30' FR		. PJ STAINING ARG	OUND WELL HEAD	

	UARE LAKI	E UNIT No.097	,		D-31-16S-31E	30-015-04942-00-0	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/26/2017	Routine/Peri	odic	Tony Morales	Yes	No	5/1/2017	iTM1702640541
	Violations		•				
	Absent Well Ide	ntification Signs (F	Rule 103)				
Comments	on Inspection:	OK. All Equip: VISIBLE.	ment and Location in	n Good Shape	. PJ POWER OFF L	OCATION SIGN NOT	Γ
NORTH SQUARE LAKE UNIT No. Inspection			2		E-31-16S-31E *Significant	30-015-20184-00-0 Corrective	
Date	Type Inspectio	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
01/26/2017	Routine/Peri	odic	Tony Morales	Yes	No	5/1/2017	iTM1702640168
	Violations						
		ntification Signs (F					
Comments	on Inspection:	OK. All Equip	ment and Location in	n Good Shape	. LOCATION SIGN	NOT VISIBLE.	
NORTH SQ	UARE LAKI	E UNIT No.162	2		O-31-16S-31E	30-015-24457-00-0	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant	Corrective Action Due By:	Inspection No.
01/26/2017	Routine/Peri		Tony Morales	Yes	Non-Compliance? No	5/1/2017	iTM1702638436
01/20/2017	Violations	Jule	Tony Worales	105	10	5/1/2017	11111702050450
		ntification Signs (F	Rule 103)				
Comments	on Inspection:		ment and Location in IGN NOT VISIBLE		. PJ. POWER OFF N	NO ELECTRICAL MO	DTOR
	UARE LAK	E UNIT No.159)		L-31-16S-31E	30-015-24706-00-0	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/26/2017	Routine/Peri	odic	Tony Morales	Yes	No	5/1/2017	iTM1702638052
	Violations						
		eeping (Rule 114)		a 1.01			
Comments	on Inspection:		ment and Location in TED MATERIAL N			OUND WELL HEAD.	
NORTH SQ	UARE LAK	E UNIT No.198	3		O-19-16S-31E	30-015-33047-00-0	00
Inspection	Tuno Inconsti	-	Increator	Violation?	*Significant	Corrective	Inspection No.
Date 01/26/2017	Type Inspection Routine/Peri		Inspector	Yoration	Non-Compliance? No	Action Due By: 5/1/2017	iTM1702647425
01/20/2017	Violations	ouic	Tony Morales	ies	NO	5/1/2017	11W1702047423
		eeping (Rule 114)					
Comments	on Inspection:		ment and Location i	n Good Shape	PIO STAINING A	ROUND WELL HEA	D
			BOX ON LOCATI	•			
	UARE LAK	E UNIT No.199			A-30-16S-31E	30-015-33068-00-	00
Inspection Date	Inspection Date Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/26/2017	Routine/Periodic		Tony Morales	Yes	Non-Comphanee.	5/1/2017	iTM1702648115
	Violations		<i>j</i> 2.2010100	200	110		
	Absent Well Ide	entification Signs (I	Rule 103)				
	General Housek	eeping (Rule 114)					
Comments	on Inspection:		ment and Location is IGN NOT VISIBLE		e. PJ. OLD TUBING	ON LOCATION.	

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), (O, 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.