

## 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 Favironment

30 015 10345

21-Nov-07

7001 1940 0001 9971 5543

**CBS OPERATING CORP** 

PO BOX 2236

MIDLAND TX 79702

LOV NO. 02-07-223

**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.

			INSPECTION	V DETAI	L SECTION		
NORTH SQUARE LAKE UNIT No.024 Inspection Date Type Inspection			Inspector	Violation?	B-29-16S-31E *Significant Non-Compliance?	30-015-04912-00- Corrective Action Due By:	·00 Inspection No.
11/05/2007	Routine/Periodic		Kimberly Wilson	Yes	No	12/21/2007	iKMW0730940912
Comments	on Inspection:	Stuffing box lead C-141.	king, oil pooled arou	nd well hea	d. Violation of rule 13	3 and rule 116. Need	to file a
NORTH SO	* m *		Inspector	Violation?	K-31-16S-31E *Significant Non-Compliance?	30-015-04941-00- Corrective Action Due By:	00 Inspection No.
11/06/2007	Routine/Perio	odic	Kimberly Wilson	Yes	No	12/21/2007	iKMW0731031384
Comments	on Inspection:	Release from stu Need to file C-14		l up around	well head. V7iolation	of Rule 13 and Rule	116.
NORTH SQUARE LAKE UNIT No.123 Inspection Date Type Inspection		Inspector	Violation?	E-31-16S-31E *Significant Non-Compliance?	30-015-04943-00-0 Corrective Action Due By:	Inspection No.	
11/05/2007	Routine/Perio	odic	Kimberly Wilson	Yes	No	12/21/2007	iKMW0730948641
		Release from stutto file a C-141.	ffing box, oil pooled	around well	l head. Violation of R	tule 13 and Rule 116.	Need

**NORTH SQUARE LAKE UNIT No.160** N-31-16S-31E 30-015-04953-00-00 Inspection \*Significant Corrective Inspection No. Type Inspection Inspector Violation? Date Non-Compliance? Action Due By: 11/06/2007 Routine/Periodic Kimberly Wilson Yes No 12/21/2007 iKMW0731031762 **Comments on Inspection:** Release from stuffing box, oil pooled up around well head. Violation of Rule 13and Rule 116. Need to file a C-141. NORTH SOUARE LAKE UNIT No.149 L-33-16S-31E 30-015-04969-00-00 Inspection \*Significant Corrective Inspector Violation? Inspection No. Type Inspection Date Non-Compliance? Action Due By: iKMW0731038821 Kimberly Wilson Yes 11/06/2007 Routine/Periodic No 12/21/2007 **Comments on Inspection:** Release from stuffing box, oil pooled up around well head. Violation of Rule 13 and Rule 116. Need to file C-141. NORTH SQUARE LAKE UNIT No.135 B-33-16S-31E 30-015-04984-00-00 Inspection \*Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 11/06/2007 Routine/Periodic Kimberly Wilson Yes No 12/21/2007 iKMW0731036067 **Comments on Inspection:** Release from stuffing box, oil pooled up around well head. Violation of Rule 13 and Rule 116. Need to file C-141. **HUSTATE No.002** L-36-16S-31E 30-015-05018-00-00 Inspection \*Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: iKMW0731332744 11/09/2007 Routine/Periodic Kimberly Wilson Yes No 12/21/2007 Comments on Inspection: Stuffing box leak, oil pooled up around well head. Violation of Rule 13 and Rule 116. Need to file a C-141. **HUSTATE No.001** N-36-16S-31E 30-015-05021-00-00 Inspection \*Significant Corrective Inspection No. Type Inspection Inspector Violation? Date Action Due By: Non-Compliance? 11/09/2007 Routine/Periodic Kimberly Wilson Yes No 12/21/2007 iKMW0731333061 Comments on Inspection: Stuffing box leak, oil pooled up at well head. Violation of Rule 13 and 116. Need to file a C-141. C-34-16S-31E **NORTH SQUARE LAKE UNIT No.114** 30-015-10271-00-00 Inspection \*Significant Corrective Type Inspection Inspector Violation? Inspection No. Non-Compliance? Date Action Due By: No 11/05/2007 Routine/Periodic Kimberly Wilson Yes 12/21/2007 iKMW0730946317 **Comments on Inspection:** Release from stuffing box, oil pooled up around well head. Violation of Rule 13 and Rule 116. Need to file C-141. NORTH SQUARE LAKE UNIT No.170 P-33-16S-31E 30-015-10345-00-00 Inspection \*Significant Corrective Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: Date 11/06/2007 Routine/Periodic Kimberly Wilson Yes iKMW0731036436 No 12/21/2007 Release from stuffing box, oil pooled up around well head. Violation of Rule 13 and Rule 116. **Comments on Inspection:** Need to file C-141. LOCO HILLS A FEDERAL No.006 D-15-17S-30E 30-015-20611-00-00 Inspection \*Significant Corrective Type Inspection Inspector Violation? Non-Compliance? Inspection No. Date Action Due By: 11/20/2007 Routine/Periodic Kimberly Wilson Yes No 12/21/2007 iKMW0732441792 Comments on Inspection: Workover Pit Open, liner breached. Violation Rule 50. Operator must submit C-144. Photos LOCO HILLS B FEDERAL No.006 O-9-17S-30E 30-015-20673-00-00 Inspection \*Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? **Action Due By:** Routine/Periodic Kimberly Wilson 11/20/2007 Yes No 12/21/2007 iKMW0732435485 Comments on Inspection: Stuffing box leak, oil and produced water pooled around well head, Violation of Rule 13 and Rule 116. Need to file a C-141.

Oil Conservation Division \* 1301 W Grand \* Artesia, New Mexico 88210

Inspection Date 11/05/2007	Type Inspection	odic	Inspector Kimberly Wilson		J-34-16S-31E *Significant Non-Compliance? No	30-015-21771-00- Corrective Action Due By: 12/21/2007	Inspection No. iKMW0730947367
Comments	on Inspection:	Release from stu Need to file C-1		d up around	well head. Violation	of Rule 13 and Rule	116.
NORTH SQUARE LAKE UNIT No.162 Inspection Date Type Inspection  11/06/2007 Routine/Periodic			Inspector Kimberly Wilson	Violation? Yes	O-31-16S-31E *Significant Non-Compliance? No	30-015-24457-00- Corrective Action Due By: 12/21/2007	Inspection No.
	on Inspection:		ffing box, oil poole		well head. Violation		
BURNHAM Inspection Date			S UNIT No.004 Inspector	Violation?	J-2-17S-30E *Significant Non-Compliance?	30-015-24800-00- Corrective Action Due By:	-00 Inspection No.
11/20/2007	Routine/Perio	odic	Kimberly Wilson	Yes	No	12/21/2007	iKMW0732446157
Comments	on Inspection:		ng box, contaminatio up started never fini		ad. Piled up contamin os taken.	ated dirt left of well h	ead.
NORTH SQ Inspection Date	UARE LAKE Type Inspection	UNIT No.158	Inspector	Violation?	W-31-16S-31E *Significant Non-Compliance?	30-015-24920-00- Corrective Action Due By:	00 Inspection No.
11/06/2007	Routine/Perio	odic	Kimberly Wilson	Yes	No	12/21/2007	iKMW0731032021
Comments of	on Inspection:	Release from stu Need to file C-14		d up around	well head. Violation	of Rule 13 and Rule 1	116.
NORTH SQ	UARE LAKE	UNIT No.106			B-32-16S-31E	30-015-25029-00-	00
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/05/2007	Routine/Perio	dic	Kimberly Wilson	Yes	No	12/21/2007	iKMW0730943550
Comments o	n Inspection:	_	box, oil pooled up or eed to file a C-141.	n location ar	nd running down side	bank. Violation of Ru	ile 13

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

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.