

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Luviconment"

18-Dec-09

LOVNO. 02-09-117

ERS RESOURCES, LLC

C/O ORBIT PETROLEUM, INC. 251 O'CONNOR RIDGE BLVD, #265 IRVING TX 75038

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	DETAIL	L SECTION		
ARTESIA I Inspection Date	METEX UNIT		Inspector	Violation?	H-24-18S-27E *Significant Non-Compliance?	30-015-00938-00- Corrective Action Due By:	00 Inspection No.
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010	iKMW0935148116
·	on Inspection: METEX UNIT	beneficial use, T 2010.			1AC 19.15.25.8 Oper CD District II office n G-24-18S-27E		7,
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.\
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010	iKMW0935147945
		beneficial use, T			NMAC 19.15.25.8 C CD District II office n		

Inspection Date 12/16/2009	METEX UNIT Type Inspection Routine/Perio	n	Inspector	Violation?	B-24-18S-27E *Significant Non-Compliance? No	30-015-00940-00-00 Corrective Action Due By: 1/1/2010 if) Inspection No. KMW0935147286
	on Inspection:		Kimberly Wilson released at wellhead			17172010 11 ation of NMAC 19.15.2	
Comments	on mapeeron.				_		•
	•	Operator must su	ibmit C-141 to OCD	District II	office no later than Jar	nuary 1, 2010.	
		Remediation and	or work plan may b	e required.			
	METEX UNIT	No.006			K-24-18S-27E	30-015-00941-00-00)
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/16/2009	Routine/Perio	odic	Kimberly Wilson	Yes	No		KMW0935227819
Comments	on Inspection:				rator must return well no later than January 1	to beneficial use, TA or 7, 2010 for approval.	
ARTESIA	METEX UNIT	No.016			M-24-18S-27E	30-015-00942-00-00)
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/16/2009	Routine/Perio		Kimberly Wilson		No.	•	KMW0935227945
Comments	on Inspection:		tion of NMAC 19.15	5.25.8 Ope	rator must return well no later than January 1	to beneficial use, TA or 7, 2010 for approval.	
ARTESIA	METEX UNIT	No.008			I-24-18S-27E	30-015-00944-00-00)
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.
12/16/2009	Routine/Perio		Kimberly Wilson	Yes	Non-Comphance:	Action Due By: 1/17/2010 iF	MW0935227739
Comments	on Inspection:		ation of NMAC 19.1	5.25.8 Ope		to beneficial use, TA or	
ARTESIA I	METEX UNIT	No.005			L-24-18S-27E	30-015-00945-00-00)
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010 ik	MW0935148994
Comments	on Inspection:					perator must return well o later than January 17,	to
ARTESIA I	METEX UNIT	No.018			N-24-18S-27E	30-015-00946-00-00	
Inspection Date	Type Inspection	•	Inspector	Violation?	*Significant	Corrective	Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson	Yes	Non-Compliance? No	Action Due By: 1/17/2010 iK	MW0935149358
	on Inspection:	Idle well, last pro	duction 11/2006, V	iolation of	NMAC 19.15.25.8 O _I	perator must return well o later than January 17,	
ARTESIA N	METEX UNIT	No.017			N-24-18S-27E	30-015-00947-00-00	
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010 iK	MW0935149217
Comments	on Inspection:					erator must return well to b later than January 17,	0
ARTESIA N	METEX UNIT	No.027			D-25-18S-27E	30-015-00951-00-00	
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	Inspection No.
12/17/2009	Routine/Period		Kimberly Wilson	Yes	Non-Compliance? No	Action Due By: 1/17/2010 iK	MW0935133369
	on Inspection:	Idle Well . Viola	tion of NMAC 19.15	5.25.8 Ope	rator must return well	to beneficial use, TA or 7, 2010 for approval.	312 11 0700 100007

Inspection Date 12/17/2009	METEX UNIT Type Inspection Routine/Perion Inspection:	n odic Idle Well, Viola		5.25.8 Ope			Inspection No.
ARTESIA I	METEX UNIT	No.026	Inspector	Violation?	A-26-18S-27E *Significant Non-Compliance?	30-015-00962-00- Corrective Action Due By:	00 Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson		No.	•	iKMW0935131434
	on Inspection:	Idle Well. Viola	ation of NMAC 19.1.	5.25.8 Oper	rator must return well	to beneficial use, TA of 7, 2010 for approval.	
ARTESIA Inspection Date	METEX UNIT		Inspector	Violation?	H-26-18S-27E *Significant Non-Compliance?	30-015-00963-00- Corrective Action Due By:	00 Inspection No.
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010	iKMW0935132912
Comments	on Inspection:					to beneficial use, TA of 17, 2010 for approval.	
ARTESIA M Inspection Date 12/17/2009	METEX UNIT Type Inspection Routine/Perio	1	Inspector Kimberly Wilson	Violation? Yes	P-26-18S-27E *Significant Non-Compliance? No	30-015-00966-00- Corrective Action Due By: 1/17/2010	Inspection No. iKMW0935135794
Comments	on Inspection:				rator must return well to later than January 1	to beneficial use, TA of 7, 2010 for approval.	or
ARTESIA M Inspection Date	METEX UNIT Type Inspection	•	Inspector	Violation?	B-35-18S-27E *Significant Non-Compliance?	30-015-00986-00-0 Corrective Action Due By:	Inspection No.
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010	iKMW0935135373
Comments	on Inspection:	Idle Well. Viola submit P/A proce	ntion of NMAC 19.15 edure to OCD Distric	5.25.8 Oper ct II office n	ator must return well o later than January 1	to beneficial use, TA of 7, 2010 for approval.	or
ARTESIA N Inspection	METEX UNIT	No.056			A-35-18S-27E *Significant	30-015-00987-00-0 Corrective	00
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/17/2009	Routine/Perio	dic	Kimberly Wilson	Yes	No	1/17/2010	KMW0935135606
Comments	on Inspection:				ator must return well of later than January 1	to beneficial use, TA o 7, 2010.	r '
Inspection	METEX UNIT		Y a 4	371 1 d	D-36-18S-27E *Significant	30-015-00990-00-0 Corrective	
Date 12/17/2009	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	Routine/Perion Inspection:	Idle Well. Viola			No ator must return well to later than January 20	to beneficial use, TA o	KMW0935136102 1
ARTESIA M	IETEX UNIT				C-36-18S-27E	30-015-00991-00-0	
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/17/2009	Routine/Period	die	Kimberly Wilson	Yes	No	· ·	KMW0935136310
Comments o			tion of NMAC 19.15		ator must return well to later than January 17	o beneficial use, TA o	
ARTESIA M Inspection Date	IETEX UNIT		Inspector	Violation?	I-26-18S-27E *Significant	30-015-01190-00-0 Corrective	Inspection No.
Date 12/17/2009	Routine/Period		Kimberly Wilson	Yes	Non-Compliance? No	Action Due By:	•
	n Inspection:	Idle Well. Violat	tion of NMAC 19.15	.25.8 Opera		o beneficial use, TA o	KMW0935134257 r

	METEX UNIT	No.050	•		O-26-18S-27E	30-015-01191-00-	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson	Yes	No	*	iKMW0935135065
	on Inspection:		ation of NMAC 19.1:	5.25.8 Ope	rator must return well no later than January l	to beneficial use, TA	or
ARTESIA N	METEX UNIT	No.029			B-25-18S-27E	30-015-01194-00-	00
Inspection	Pen at at			*** *	*Significant	Corrective	Town and an No
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson		No		iKMW0935130686
Comments	on Inspection:				rator must return well no later than January 1	to beneficial use, TA of 7, 2010 for approval.	or
ARTESIA N	AETEX UNIT	No.019			O-24-18S-27E	30-015-01195-00-0	00
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant	Corrective	Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson		Non-Compliance?	Action Due By: 1/17/2010	iKMW0935149690
	on Inspection:	Idle well, last pr	oduction 3/2007, V	iolation of l	NMAC 19.15.25.8 Ò	perator must return we to later than January 20	II to
ARTESIA N	METEX UNIT	No.020			P-24-18S-27E	30-015-01196-00-0	00
Inspection			_		*Significant	Corrective	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/16/2009	Routine/Perio		Kimberly Wilson	Yes	No		iKMW0935227885
Comments	n Inspection:				rator must return well to later than January 1	to beneficial use, TA of 7. 2010 for approval.	r
ARTESIA M	IETEX UNIT	No.007			J-24-18S-27E	30-015-01197-00-0	00
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson	Yes	No.	•	KMW0935148625
Comments o	n Inspection:		oduction 3/07, Viola			ator must return well to o later than January 17	
ARTESIA M	IETEX UNIT	No.004		· · · · · · · · ·	E-19-18S-28E	30-015-01944-00-0	0
Inspection			_		*Significant	Corrective	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/17/2009	Routine/Perio		Kimberly Wilson	Yes	No		KMW0935150012
Comments o	n Inspection:				C 19.15.25.8 Operato CD District II office no	or must return well to o later than January 17	,
ARTESIA M	IETEX UNIT	No.061			A-25-18S-27E	30-015-21874-00-0	0
Inspection	Town I - an antion		I manual and a man	VC-1 42 9	*Significant	Corrective	Inspection No.
Date 12/17/2009	Type Inspection Routine/Period		Inspector Kimberly Wilson	Violation? Yes	Non-Compliance? No	Action Due By: 1/17/2010 i	KMW0935131008
Comments o	n Inspection:	Idle Well. Viola	tion of NMAC 19.15	.25.8 Oper		o beneficial use, TA o	
ADTECIA M	ETEX UNIT				H-25-18S-27E	30-015-27192-00-0	0
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
	Routine/Period	dic	Kimberly Wilson	Yes	No	•	KMW0935130292
Comments or	-		tion of NMAC 19.15.		ator must return well to later than January 17	o beneficial use, TA or	

ARTESIA METEX UNIT No.065

F-25-18S-27E

30-015-27193-00-00

*Significant Inspection Corrective Type Inspection Inspection No. ·Inspector Violation? Date Non-Compliance? Action Due By: 12/17/2009 Routine/Periodic Kimberly Wilson Yes No 1/17/2010 iKMW0935133673

Comments on Inspection: Idle Well. Violation of NMAC 19.15.25.8 Operator must return well to beneficial use, TA or

n. Wilson

submit P/A procedure to OCD District II office no later than January 17, 2010 for approval.

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.

SIMBLY

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