



# New Mexico Energy, Minerals and Natural Resources Department

**Susana Martinez**  
Governor

**John H. Bemis**  
Cabinet Secretary-Designate

**Brett F. Woods, Ph. D.**  
Acting Cabinet Secretary

**Jami Bailey**  
Division Director  
Oil Conservation Division



**\*Response Required – Deadline Enclosed\***

*Field Inspection Program  
"Preserving the Integrity of Our Environment"*

06-Jul-11

**SIANA OPERATING LLC**  
P.O. BOX 10303  
MIDLAND TX 79702

**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 SECTION**

<b>APD FEDERAL No.001</b>			O-10-23S-34E		<b>30-025-28554-00-00</b>	
<b>Inspection</b>			<b>*Significant</b>		<b>Corrective</b>	
<b>Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>Non-Compliance?</b>	<b>Action Due By:</b>	<b>Inspection No.</b>
07/06/2011	Pressure Test	Sylvia Dickey	Yes	No	10/9/2011	iSAD1118732850

**Comments on Inspection:** NO WELL SIGN \*\*\*INSPECTION VIOLATION FOR WELL SIGN\*\*\*\*\*OPERATOR IN VIOLATION OF NMOCD RULE 19.15.16.8 "SIGNS ON WELLS"\*\*\*\*\*

Oil Conservation Division \* 1625 N. French Dr.\*

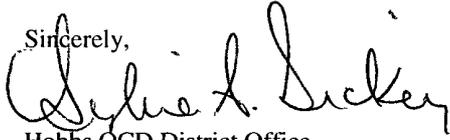
\* Hobbs, New Mexico 88240

\* Phone: (575) 393-6161 \* Fax (575) 393-0720\* <http://www.emnrd.state.nm.us>



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 Division 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,



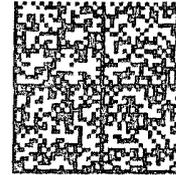
Hobbs OCD District Office

COMPLIANCE OFFICER

**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.

EMNRD  
OIL CONSERVATION DIVISION  
1625 N FRENCH DRIVE  
HOBBS NM 88240



HASLER 015H14150977  
\$0.44  
07/07/11  
Mailed From 88240  
US POSTAGE

SIANA OPERATING LLC.  
P.O. BOX 10303  
MIDLAND, TX 79702