

State Of New Mexico

Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor
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Cabinet Secretary
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Deputy Cabinet Secretary

Adrienne Sandoval
Division Director



"Response Required - Deadline Enclosed"

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

05-Oct-20

WALSH & WATTS INC
500 W 7TH ST
STE 1007
FORT WORTH, TX 76102

LETTER OF VIOLATION - Field Inspection

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-025-00501] ILES FEDERAL #001

OGRID: 24558

N-10-17S-32E 660 FSL 1980 FWL

Inspection Date 10/5/2020	Type Inspection Routine Inspection	Inspector [GR] Gary Robinson	Corrective Action Due By 1/3/2021	Inspection No. iGR2027930236
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Violations:

Rule	Violation
19.15.16 Drilling and Production	Noncompliance with Requirements (Construction, Operations or Closure)

Comment:

Last prod 7-2017, power off to unit, pole fuses down, electric meter pulled, head off unit, no rods in hole, tbg disconnected, csg shut, old compressor setting on back of unit, chem tank and drum, junk rods and tbg on location. Location could use attention. Well has not produced since 7-2017, Violation of Rule: 19.15.25.8, well needs to be T/A'd, P/A'd or return to production. Pictures.

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.

Sincerely,

A handwritten signature in blue ink that reads "Gary Roberson". The signature is written in a cursive style with a long, sweeping underline.

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240

Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.state.nm.us