

State Of New Mexico

Energy, Minerals and Natural Resources Department

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"Response Required - Deadline Enclosed"

Field Inspection Program
"Preserving the Integrity of Our Environment"

12-Feb-21

E G L RESOURCES INC
P.O. Box 10886
Midland, TX 79702

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

[30-025-00048] MOORE DEVONIAN COOP SWD SYSTEM #003

OGRID: 173413

I-14-11S-32E 1980 FSL 660 FEL

Inspection Date	Type Inspection	Inspector	Corrective Action Due By	Inspection No.
1/27/2021	Status Check/Follow-up	[GR] Gary Robinson	4/27/2021	iGR212732516

Violations:

Rule

19.15.16.8 Sign on Wells

Violation

Illegible or Unreadable

Comment:

Responded to rancher complaint of line leak. Inlet line has been replaced, ground is still wet and not been covered or remediated, no fluid standing, all soaked in. Appears to be over 5 bbl threshold and C-141 may need to be sent in. Talked to Eddie Jarmilo (pumper) he said lost total of 20 bbls and picked up about 5 bbls. Covered an area of approx 90' x 60'. Sign has two operator on it and well name and API # not visible. Sign Rule: 19.15.16.8

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,

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
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