

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Susana Martinez

Governor

John H. Bemis Cabinet Secretary Jami Bailey

Division Director
Oil Conservation Division

Response Required – Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

12-Jan-12

HOBBS OCD

JAN 17 2012

ENDEAVOR ENERGY RESOURCES, LP 110 NORTH MARIENFELD SUITE 200

MIDLAND TX 79701

RECEIVED

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

GULF SARKEYS No.001 Inspection Date Type Inspection		Inspector	Violation?	C-25-21S-37E *Significant	30-025-22733-00- Corrective	-00 Inspection No.
Date	••	•		Non-Compliance?	Action Due By:	•
01/12/2012	Routine/Perio	dic Mark Whitaker	Yes	No	4/16/2012	iMAW1201247808
	Violations					
	Absent Well Identification Signs (Rule 103)					
Comments	on Inspection;	Well sign not legible (Rule 19.15.16	5.8). Need to	replace well sign.		
GULF SARKEYS No.002				F-25-21S-37E	30-025-22816-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/12/2012	Routine/Perio	dic Mark Whitaker	Yes	No	4/16/2012	iMAW1201247508
	Violations					
	Absent Well Identification Signs (Rule 103)					
•		perator not legible on well sign (Rule 19.15.16.8). Need to replace or correct well sign at well and battery.				

EVA OWENS No.001 L-25-21S-37E 30-025-28494-00-00

*Significant Inspection Corrective

Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: Date iMAW1201247184 01/12/2012 Routine/Periodic Mark Whitaker Yes 4/16/2012

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection: Well sign not legible (Rule 19.15.16.8). Need to replace well sign.

EVA OWENS No.002 M-25-21S-37E 30-025-28859-00-00

Inspection *Significant Corrective Inspection No. Type Inspection Inspector Violation? Non-Compliance? Action Due By: Date 4/16/2012 iMAW1201246624 01/12/2012 Routine/Periodic Mark Whitaker Yes No

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection: Well sign not legible (Rule 19.15.16.8). Need to replace well sign.

EVA OWENS No.003 K-25-21S-37E 30-025-28860-00-00

Inspection *Significant Corrective

Type Inspection Inspection No. Date Inspector Violation? Non-Compliance? Action Due By: 4/16/2012 01/12/2012 Routine/Periodic Mark Whitaker Yes No iMAW1201248796

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection: Well sign not legible (Rule 19.15.16.8). Need to replace well sign.

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,

Hobbs 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.

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



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