



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

Inspection of the integrity of oil well casings

26-Jan-12

HOBBS OCD

PURVIS OPERATING CO

3101 N. Pecos St. POB 51990 79710-1990
Midland TX 79705

JAN 26 2012

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

ARMADILLO STATE COM No.001				L-8-15S-35E	30-025-38035-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/26/2012	Plugged Well Surface Restor	Maxey Brown	Yes	No	4/30/2012	iMGB1202650098
Comments on Inspection:		DO NOT RELEASE RULE 19.15.25.10. MARKER SHOW 990 FSL SHOULD READ 1980 FSL LOCATION IS OK THIS IS 1ST LETTER OF NON-COMPLIANCE MGB				

BADGER STATE No.001				P-6-15S-35E	30-025-38036-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/26/2012	Plugged Well Surface Restor	Maxey Brown	Yes	No	4/30/2012	iMGB1202651379
Comments on Inspection:		DO NOT RELEASE RULE 19.15.25.10. NEED TO LEVEL OUT STOCKPILED TOP SOIL ON NORTHSIDE OF LOCATION MARKER IS OK THIS IS 1ST LETTER OF NON-COMPLIANCE MGB				

COYOTE STATE COM No.001				D-8-15S-35E	30-025-38037-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/26/2012	Plugged Well Surface Restor	Maxey Brown	Yes	No	4/30/2012	iMGB1202651658
Comments on Inspection:		DO NOT RELEASE. RULE 19.15.25.10. NEED TO LEVEL OUT STOCKPILED TOP SOIL FROM NORTHSIDE OF LOCATION AND ALSO LEVEL CEMENT CUTTING FROM AROUND REVERSE PIT MARKER IS OK THIS IS 1ST LETTER OF NON-COMPLIANCE MGB				

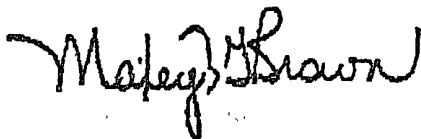
Oil Conservation Division 1625 N. French Drive · Hobbs, New Mexico 88240

Phone 575-393-6161 Fax 575-393-0720 http://www.enruid.state.nm.us

JAN 26 2012

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,

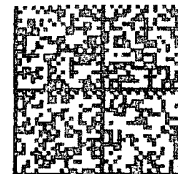


COMPLIANCE OFFICER

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



HASLER

015H14150977

\$0.45

01/26/12

Mailed From 88240

US POSTAGE

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3101 N, PECOS STREET
PO BOX 51990 79710-1990
MIDLAND, TX 79705