



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"*

03-Feb-12

KEVIN O BUTLER & ASSOC INC
550 W. TEXAS STE 660
MIDLAND TX 79701

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

EAST EK UNIT No.003				K-22-18S-34E	30-025-02357-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/02/2012	Complaint Response	Maxey Brown	Yes	No	5/8/2012	iMGB1203424159
Comments on Inspection:		RULE 19 15.25.10. NEED TO REMOVE DISCONNECT THAT IS NOT ATTACHED TO POLE. ALSO REMOVE OR CONTACT ELECTRICAL PROVIDER AND HAVE SECONDARY POLES AND WIRE REMOVED. THIS IS 1ST LETTER OF NON-COMPLIANCE MGB				

EAST EK UNIT No.002				J-22-18S-34E	30-025-02361-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/02/2012	Complaint Response	Maxey Brown	Yes	No	5/7/2012	iMGB1203422502
Comments on Inspection:		RULE 19 15 25 10 CONTROL PANEL HAS BEEN LEFT ON POLE AND SECONDARY POLE IS DAMAGED CAUSING LINE TO DROP DOWN VERY CLOSE TO THE GROUND IN ADDITIONAL 1 TALL POLE NO WIRING HAS BEEN LEFT AT PREVIOUS BATTERY SITE PLEASE REMOVE EQUIPMENT AND POWER POLES OR CONTACT ELECTRICAL PROVIDER AND HAVE POLES REMOVED. THIS IS 1ST LETTER OF NON-COMPLIANCE MGB.				

EAST EK UNIT No.007

G-22-18S-34E

30-025-22362-00-00

Inspection Date	Type Inspection	Inspector	Violation?	Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/02/2012	Complaint Response	Maxey Brown	Yes	No	5/7/2012	iMGB1203424650
Comments on Inspection: RULE 19 15 25 10. NEED TO REMOVE DISCONNECT AND SECONDARY POWER POLE OR CONTACT ELECTRICAL PROVIDER TO REMOVE THIS IS 1ST LETTER OF NON-COMPLIANCE MGB						

EAST EK UNIT No.012

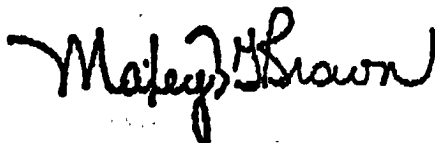
F-22-18S-34E

30-025-27948-00-00

Inspection Date	Type Inspection	Inspector	Violation?	Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/02/2012	Complaint Response	Maxey Brown	Yes	No	5/7/2012	iMGB1203426873
Comments on Inspection: RULE 19 15 25.10. NEED TO REMOVE TRANSFORMERS, DISCONNECT AND METER BASE AND SECONDARY POWER POLES OR CONTACT ELECTRICAL PROVIDER AND HAVE REMOVED THIS IS 1ST LETTER OF NON-COMPLIANCE MGB						

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.

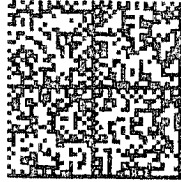
Sincerely,

**COMPLIANCE OFFICER**

Hobbs OCD District Office

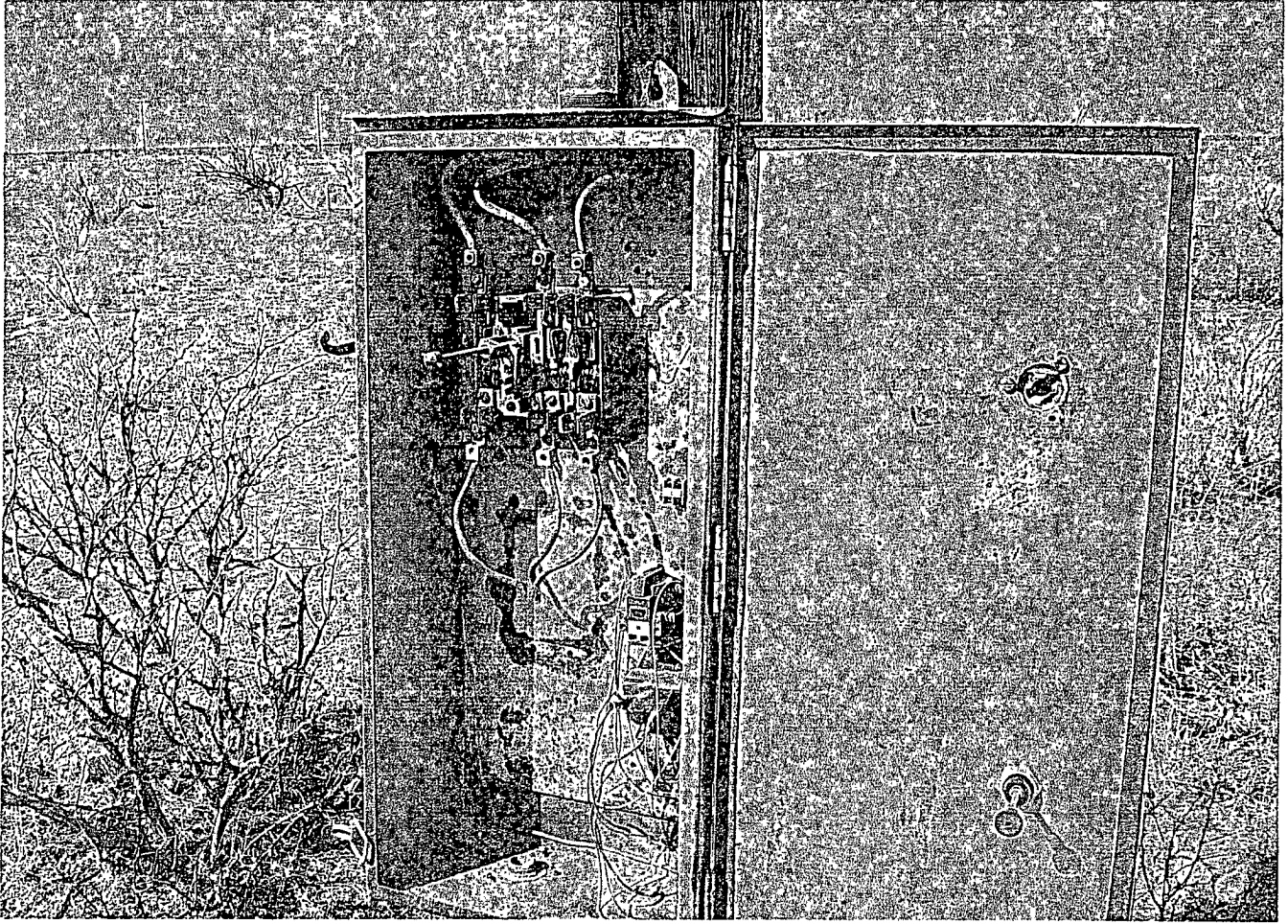
Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data
Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240

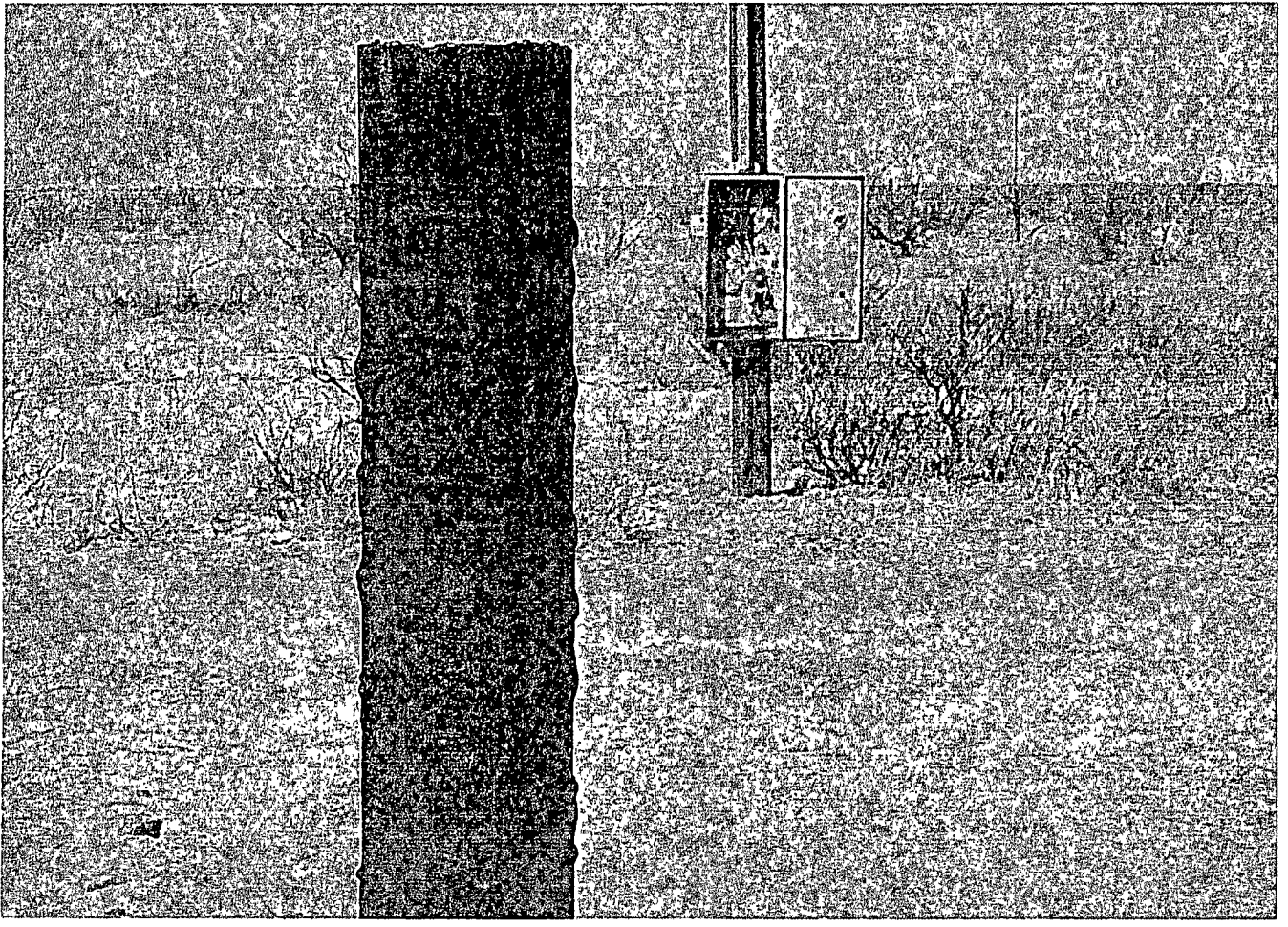


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Mailed From 88240
US POSTAGE

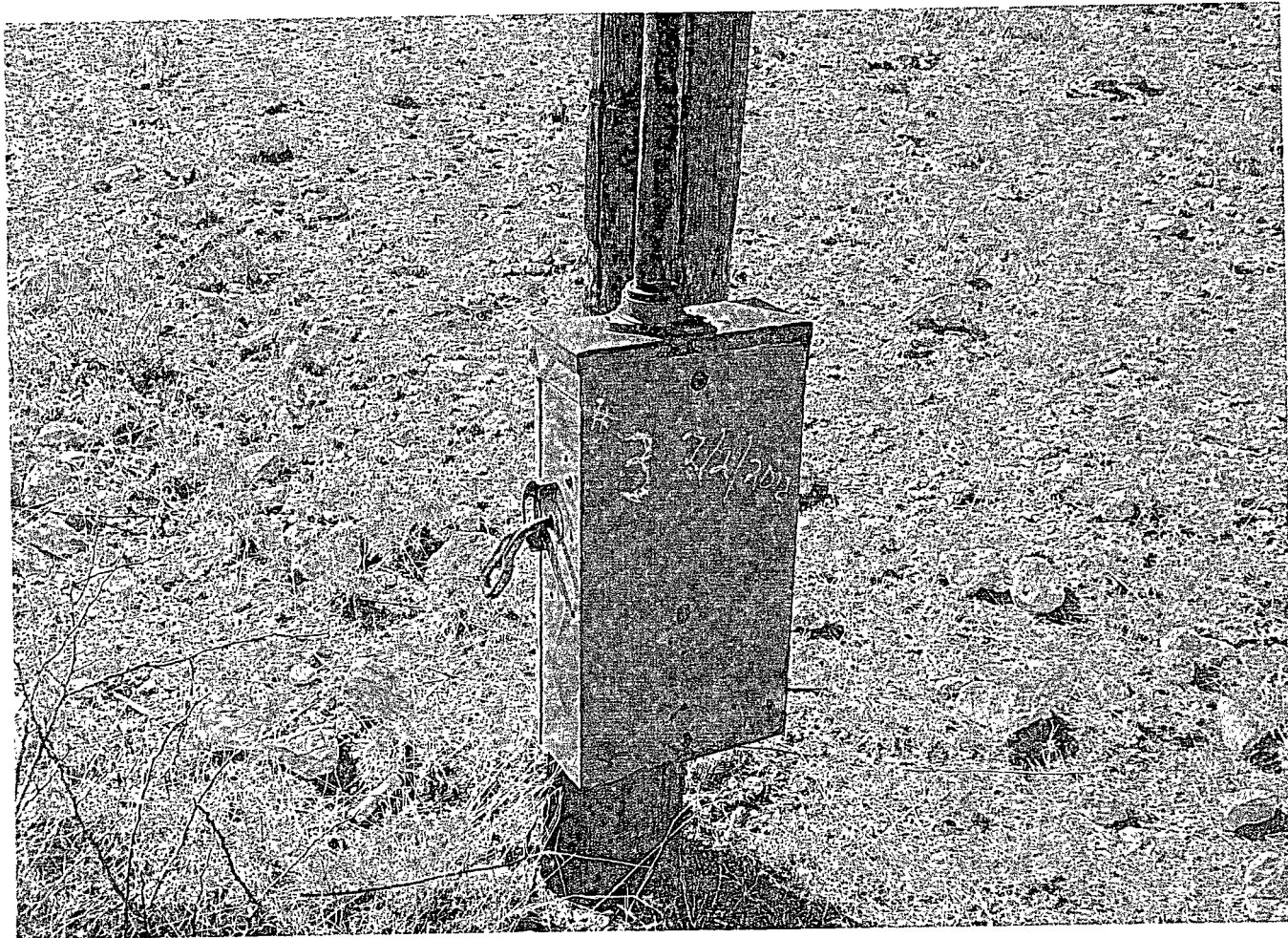
KEVIN O BUTLER & ASSOC INC
550 W. TEXAS STE 660
MIDLAND, TX 79701



EAST EK QUEEN #2

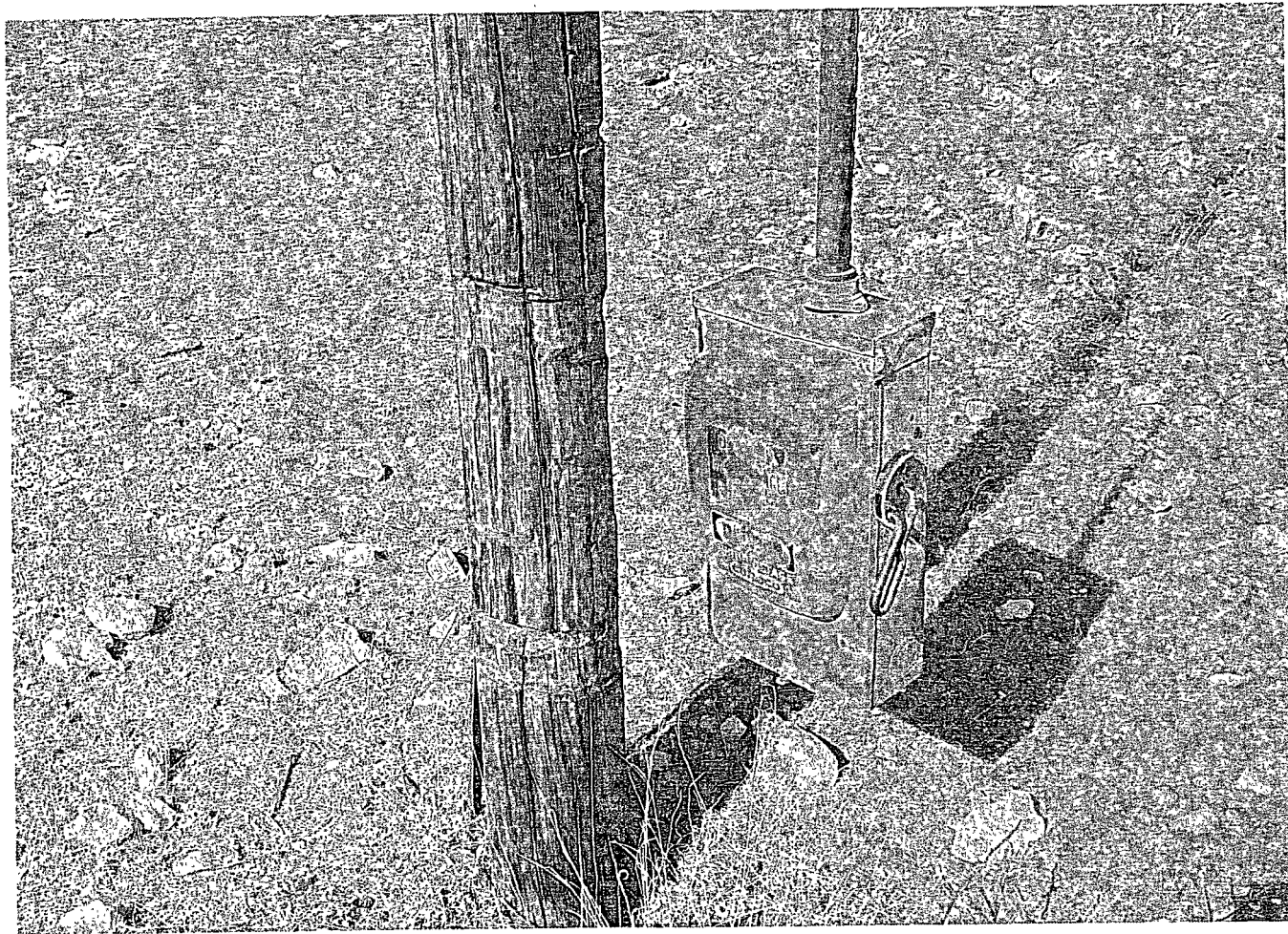


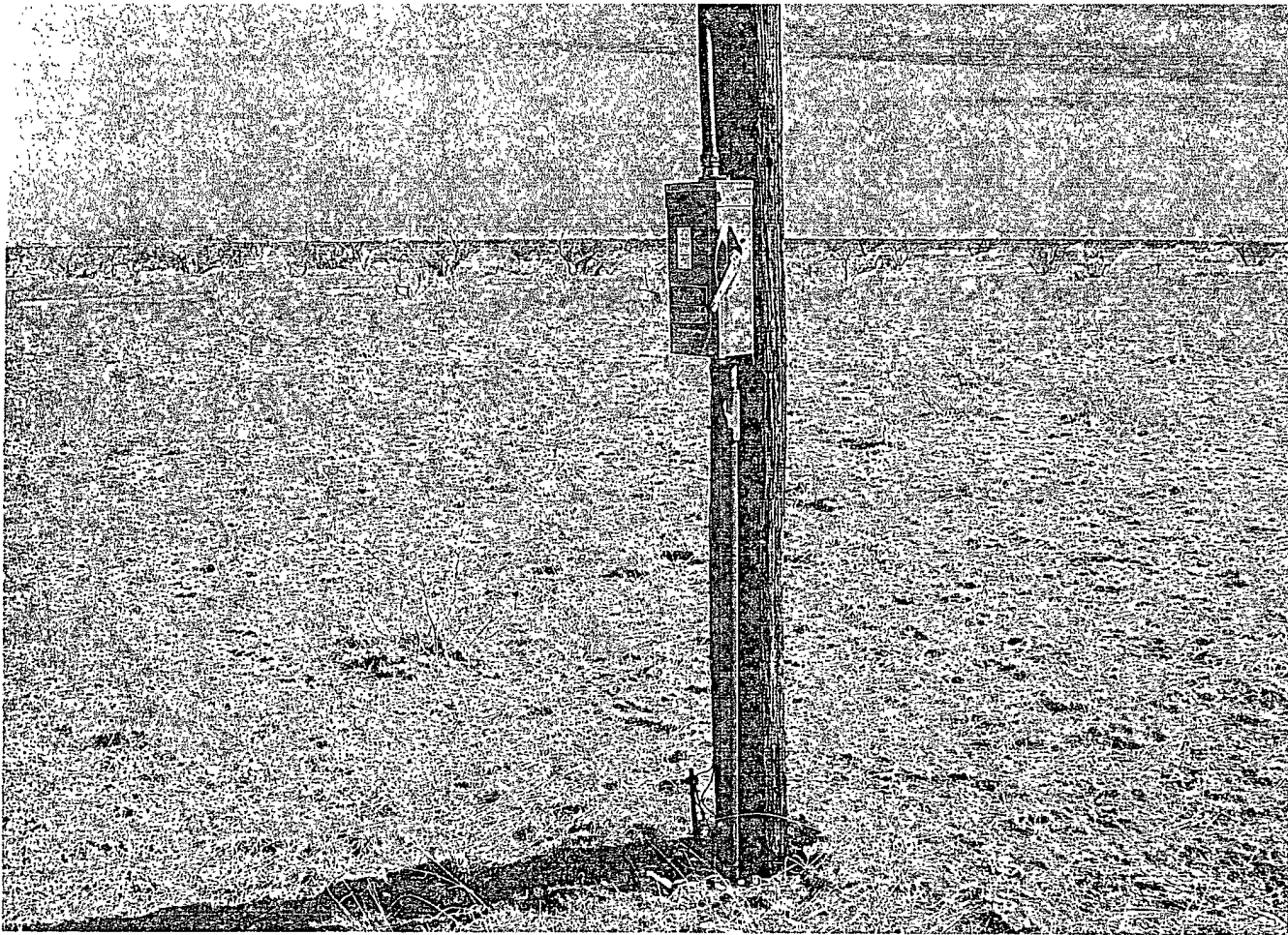
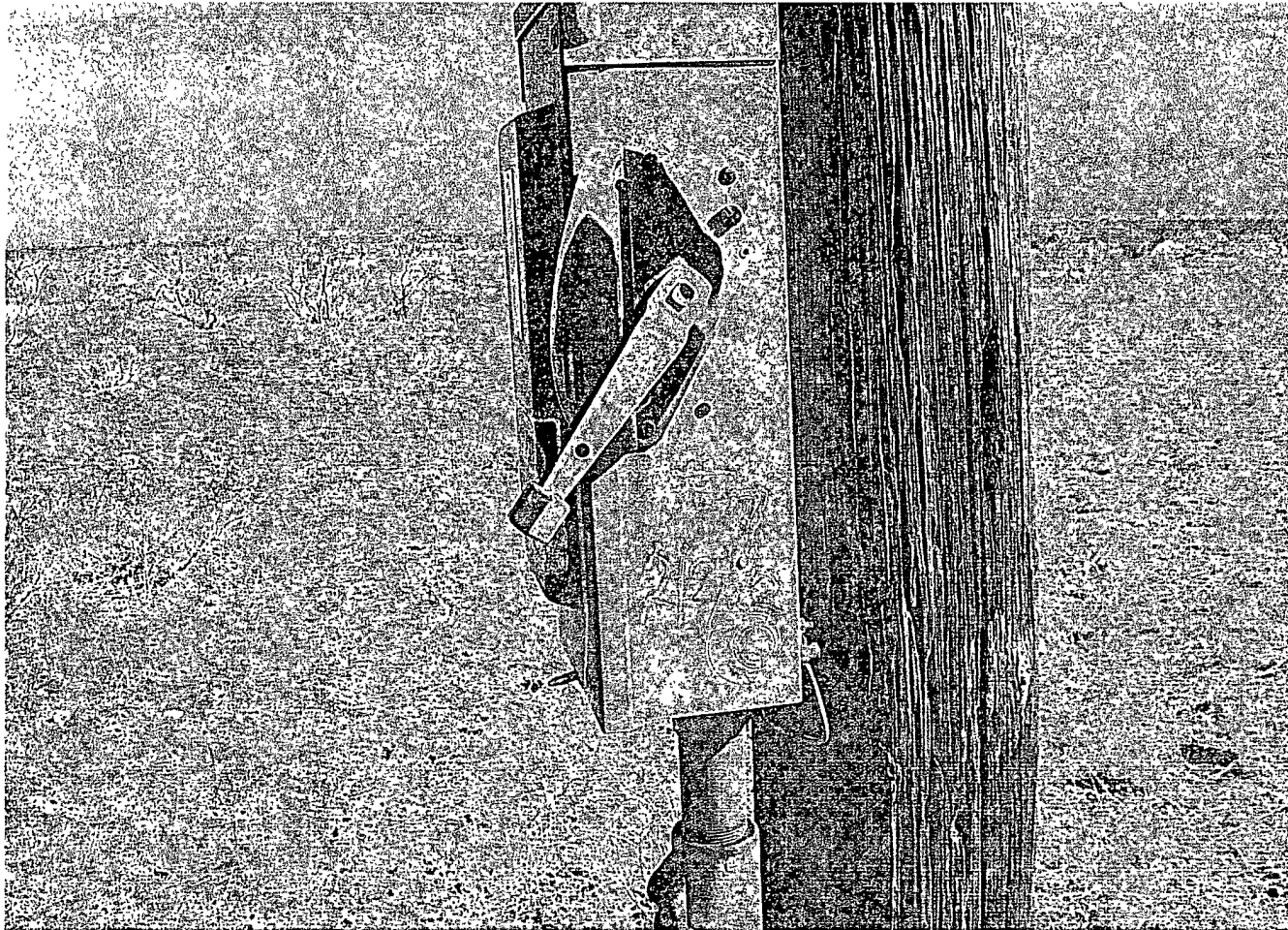
02/02/2012



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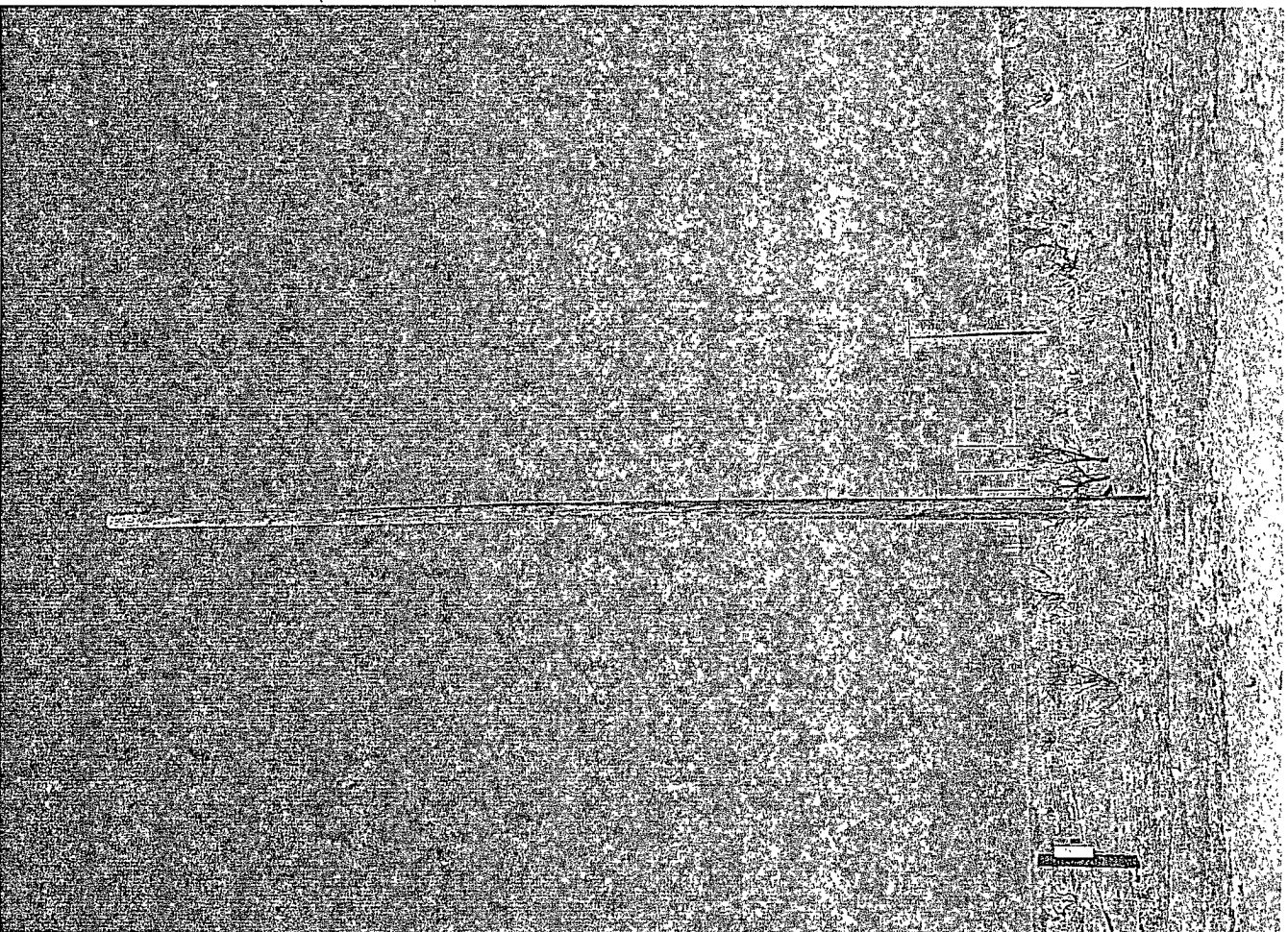
02/02/2012



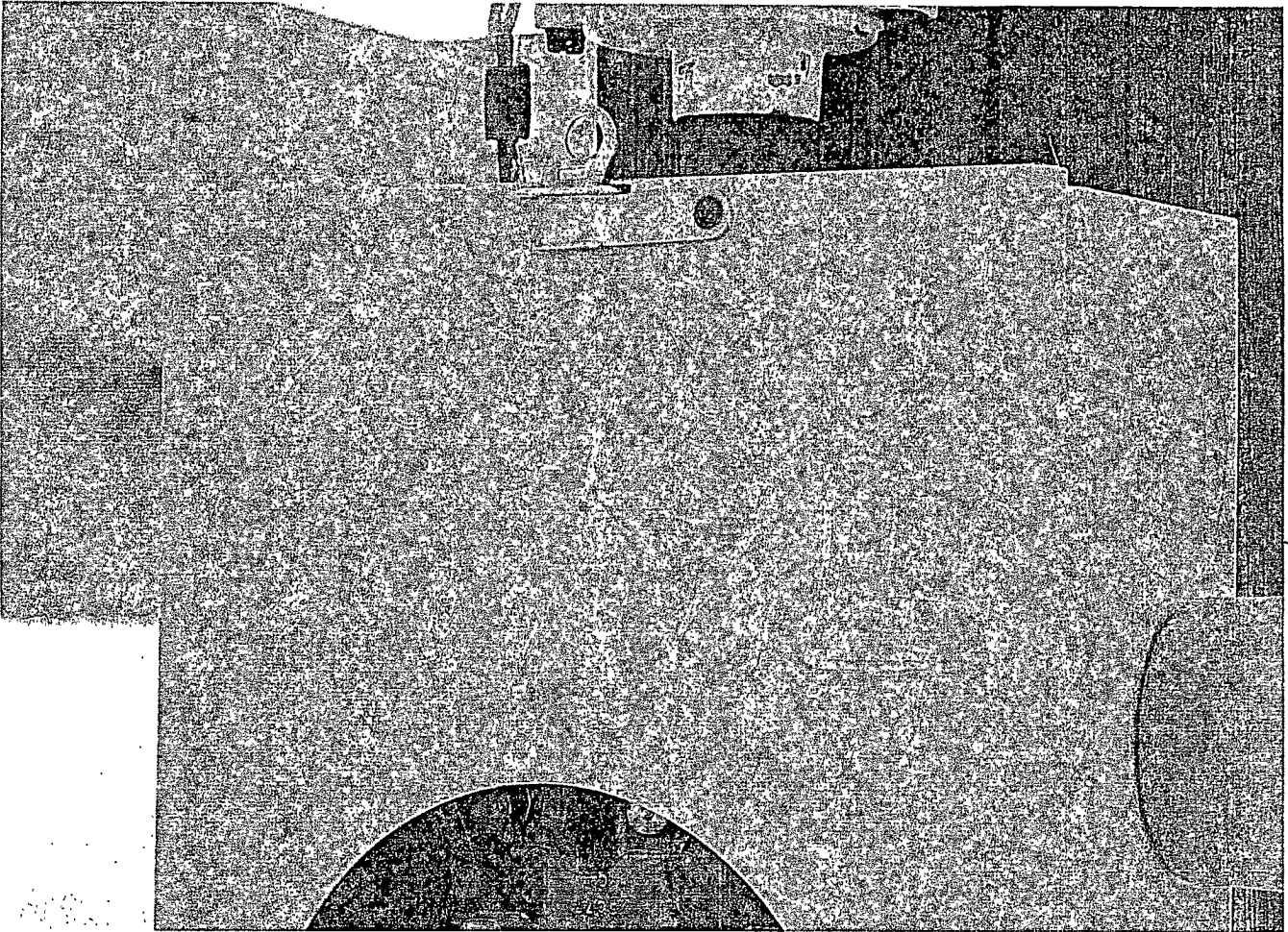


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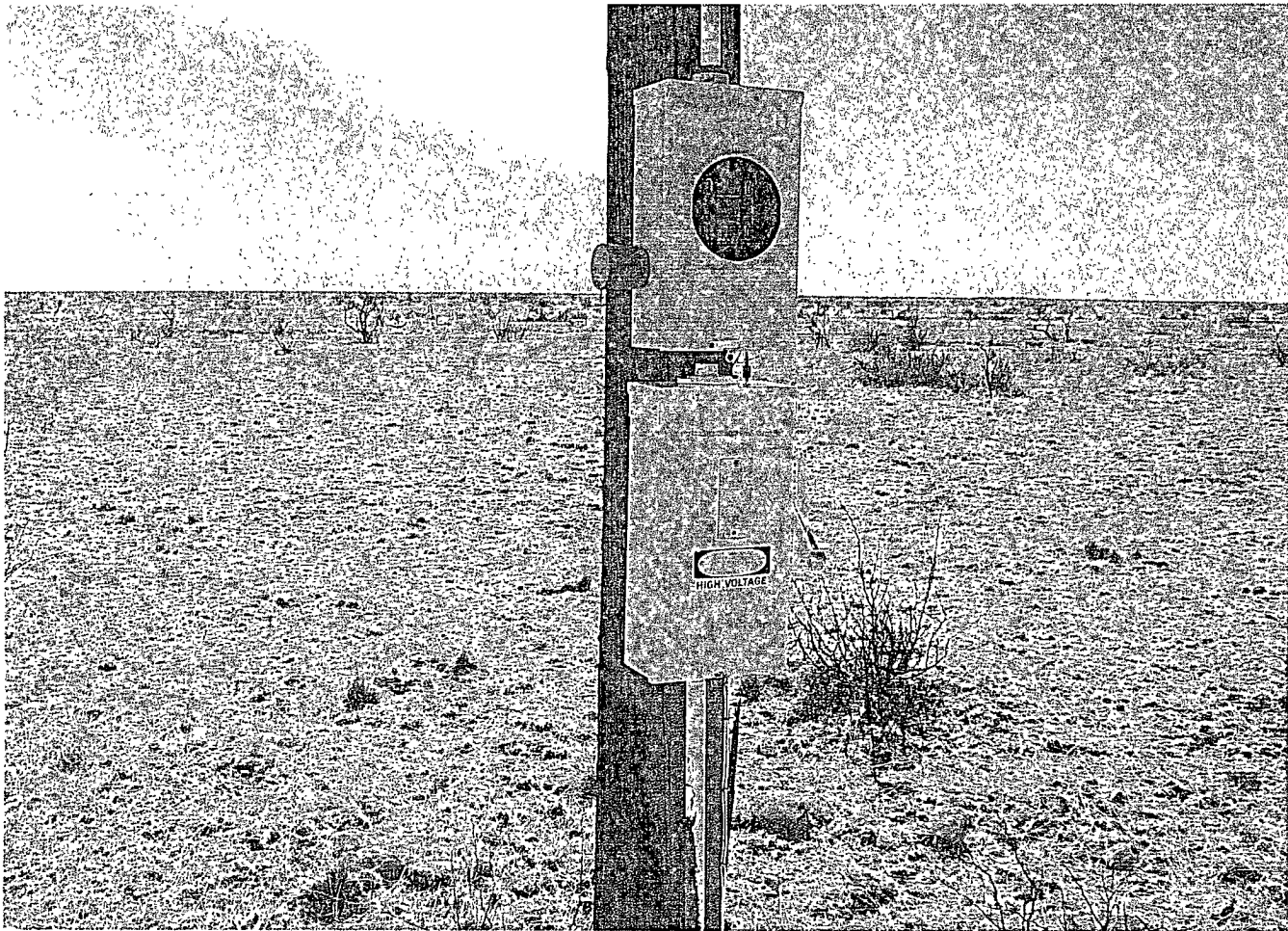
02/02/2012



WEST OF WELL #2
PREVIOUS BATTERY SITE



EAST EK QUEEN #12 02/02/2012



02/02/2012



EAST EK QUEEN #12