

Susana Martinez

Governor

HOBBS OCD

John H. Bemis

Cabinet Secretary - Designee

MAR 0 1 2012

Jami Bailey **Division Director Oil Conservation Division**



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

RECEIVED

Response Required - Deadline Enclosed

Field Inspection "Preserving the Integrity of Our Environment"

01-Mar-12

BTA OIL PRODUCERS, LLC 104 S. PECOS MIDLAND TX 79701

LETTER OF VIOLATION -

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

BYERS, 8605 JV-P No.002

Inspection Date

Type Inspection 02/22/2012

Bradenhead **Comments on Inspection:**

Inspector Sylvia Dickey

Violation? Yes

*Significant Non-Compliance? No

G-23-20S-35E

30-025-27960-00-Corrective

Action Due By: Inspection No. 5/27/2012 iSAD1205352591

MASTER TUBING VALVE IS LEAKING; VALVE NEEDS TO BE REPLACED OR REPAIRED.

OPERATOR IN VIOLATION OF NMOCD RULE 19.15.26.10** OPERATOR AND

MAINTENANCE****

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.

Singerely,

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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