



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**Susana Martinez**  
Governor

**John H. Bemis**  
Cabinet Secretary

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

**Jami Bailey**  
Division Director  
Oil Conservation Division

**\*Response Required – Deadline Enclosed\***

*Field Inspection to ensure  
"Preserving the Integrity of Our Environment"*

15-May-12

SHERIDAN PRODUCTION COMPANY, LLC  
9 GREENWAY PLAZA SUITE 1300  
HOUSTON TX 77046

**HOBBS OCD**

**MAY 15 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**

NORTH VACUUM ABO NORTH UNIT No.001				P-36-16S-34E	30-025-25146-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/14/2012	Plugged Well Surface Restor	Maxey Brown	Yes	No	6/17/2012	iMGB1213557787
Comments on Inspection:		DO NOT RELEASE RULE 19 15 25 10. NEED TO MAKE ADDITONS TO P/A MARKER NEED UNIT LETTER OR FOOTAGE. NEED TO SUBMIT C-103 SUBSEQUENT FOR PLUGGING ALSO THIS WELL IS IN THE 1 YEAR TIME FRAME FOR CLEANUP AND RELEASE OF LOCAION REMOVE SIGN, MISC JUNK AND FLOWLINE AS INDICATED IN PHOTOS THIS IS 1ST LETTER OF NON-COMPLIANCE MGB				

NORTH VACUUM ABO NORTH UNIT No.123				O-36-16S-34E	30-025-37018-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/14/2012	Routine/Periodic	Maxey Brown	Yes	No	8/17/2012	iMGB1213558245
Violations		Absent Well Identification Signs (Rule 103)				
Comments on Inspection:		RULE 19 15 16 8 NEED TO INSTALL WELL SIGN 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.emnrd.state.nm.us>

**MAY 15 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

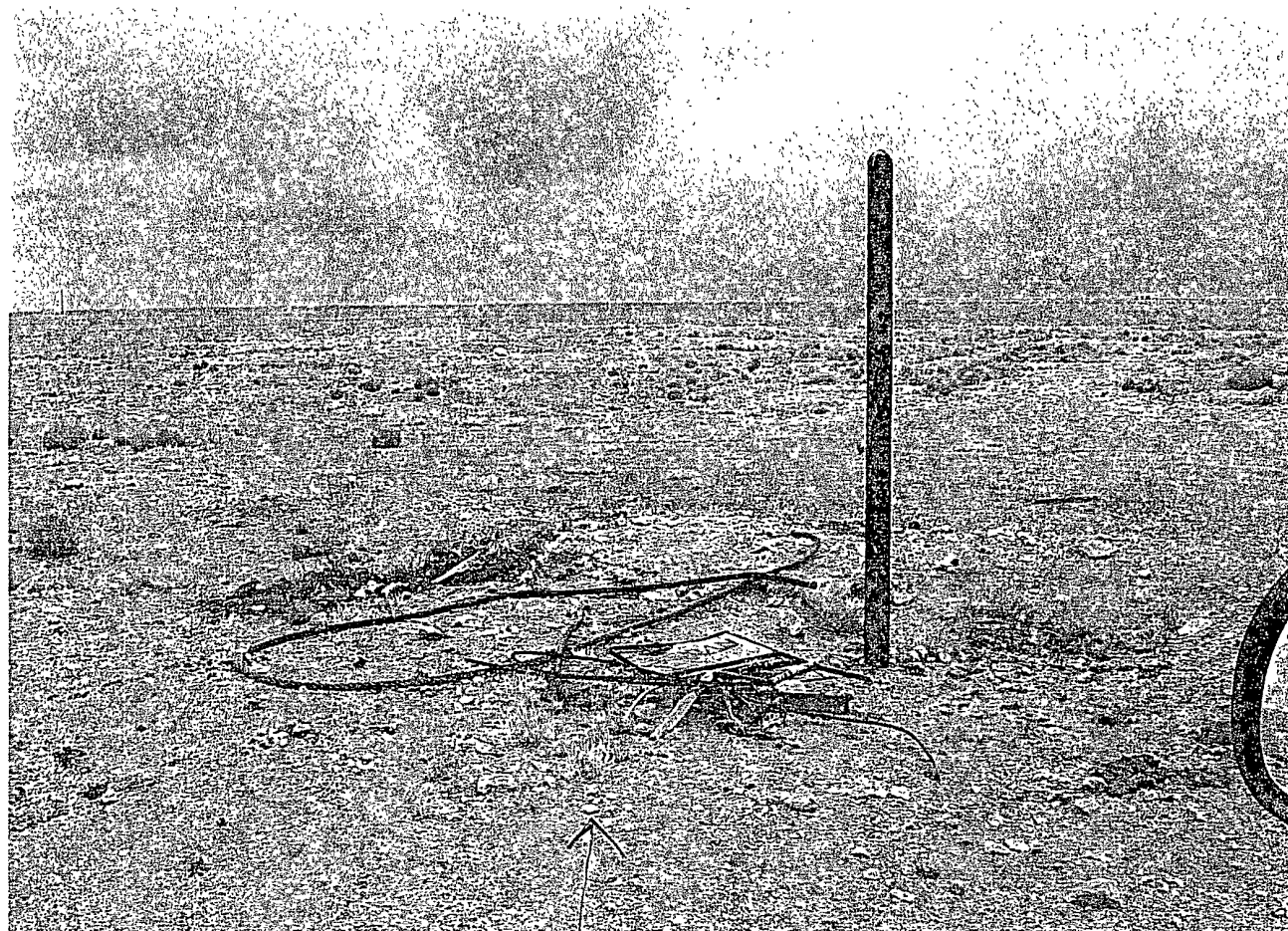
Sincerely,



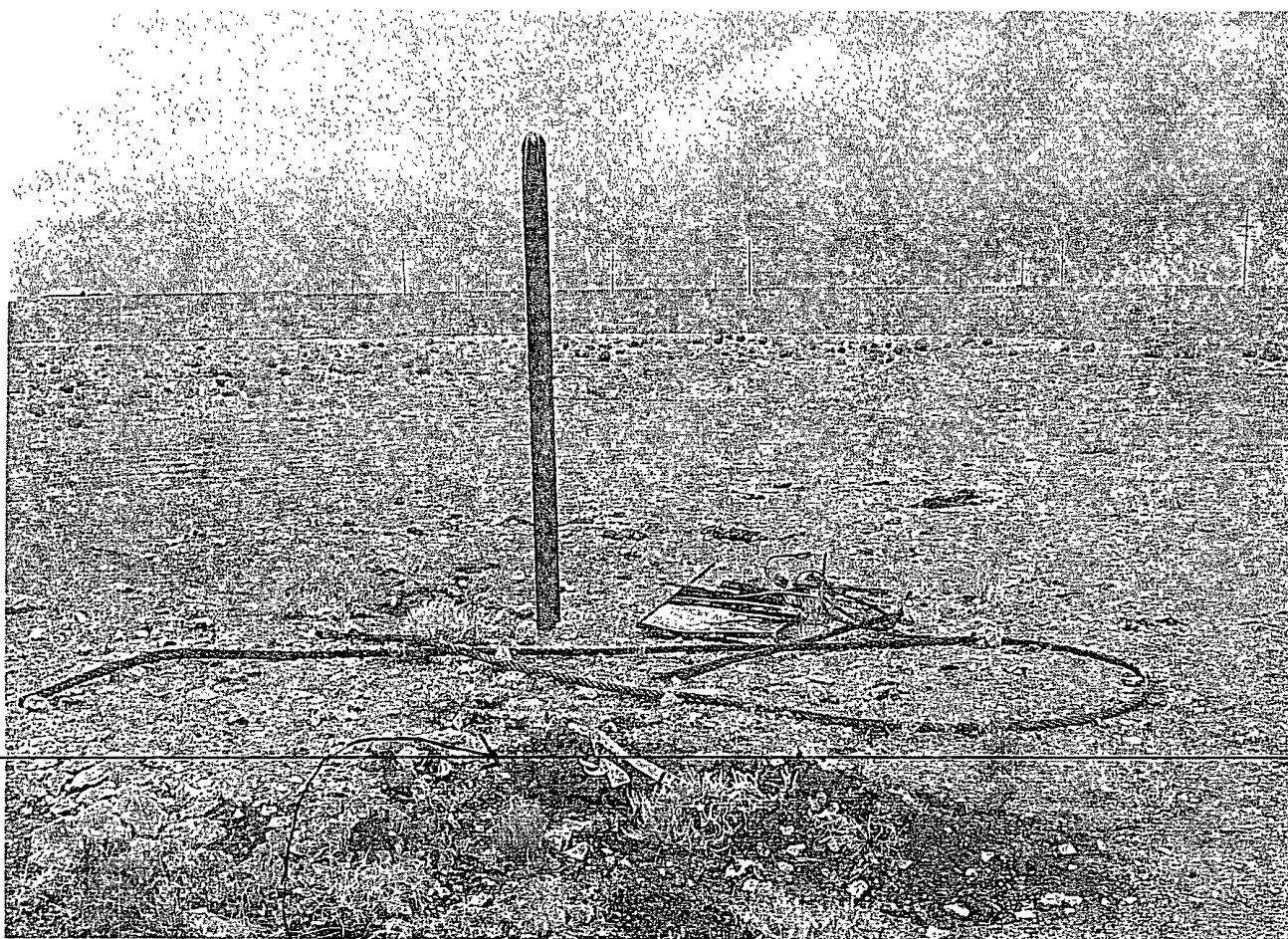
**COMPLIANCE OFFICER**

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

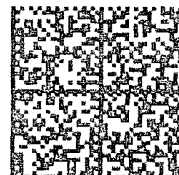


5/14/2012



SHERIDAN  
NVANU 12 R #1  
30-075-7514

EMNRD  
OIL CONSERVATION DIVISION  
1625 N FRENCH DRIVE  
HOBBS NM 88240



HASLER

015H14150977

**\$0.45**

05/15/12

Mailed From 88240

US POSTAGE

SHERIDAN PRODUCTION COMPANY, LLC  
9 GREENWAY PLAZA SUITE 1300  
HOUSTON TX 77046