



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

SUSANA MARTINEZ

Governor

John H. Bemis

Cabinet Secretary

Jami Bailey

Director

Oil Conservation Division

Response Required – Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"

HOBBS OCD

OCT 10 2012

10-Oct-12

MANZANO LLC

PO BOX 2107

ROSWELL NM 88202-2107

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.

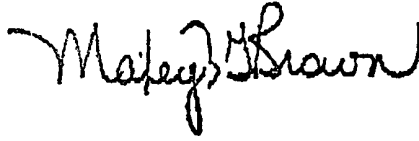
INSPECTION DETAIL SECTION

DESOTO STATE No.001				D-35-14S-32E	30-025-23248-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/10/2012	Plugged Well Surface Restor	Maxey Brown	Yes	No	1/13/2013	iMGB1228455675	
Comments on Inspection:		DO NOT RELEASE. RULE 19.15.25.10. MARKER AND LOC OK. NEED TO REMOVE METER BASE AND RISER, MAIN DISCONNECT AND CONTROL PANEL. ALSO PROVIDE DOCUMENTATION THAT LEA CO ELEC COOP HAS BEEN NOTIFIED TO REMOVE POLES 067443, 067444, 067445, AND POWERLINE. THIS IS 1ST LETTER OF NON-COMPLIANCE. MGB.					

DESOTO STATE No.002				I-34-14S-32E	30-025-26079-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/10/2012	Plugged Well Surface Restor	Maxey Brown	Yes	No	1/13/2013	iMGB1228455037	
Comments on Inspection:		DO NOT RELEASE. RULE 19.15.25.10. MARKER AND LOC, OK. NEED TO REMOVE METER BASE AND RISER NAND CONTROL PANEL. PLEASE PROVIDE DOCUMENTATION THAT LEA CO ELEC COOP HAS BEEN NOTIFIED TO REMOVE (2)SECONDARY POLES, 067311, 067310 AND POWERLINE THAT IS ON THE GROUND. THIS IS 1ST LETTER OF NON-COMPLIANCE. MGB.					

OCT 10 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.

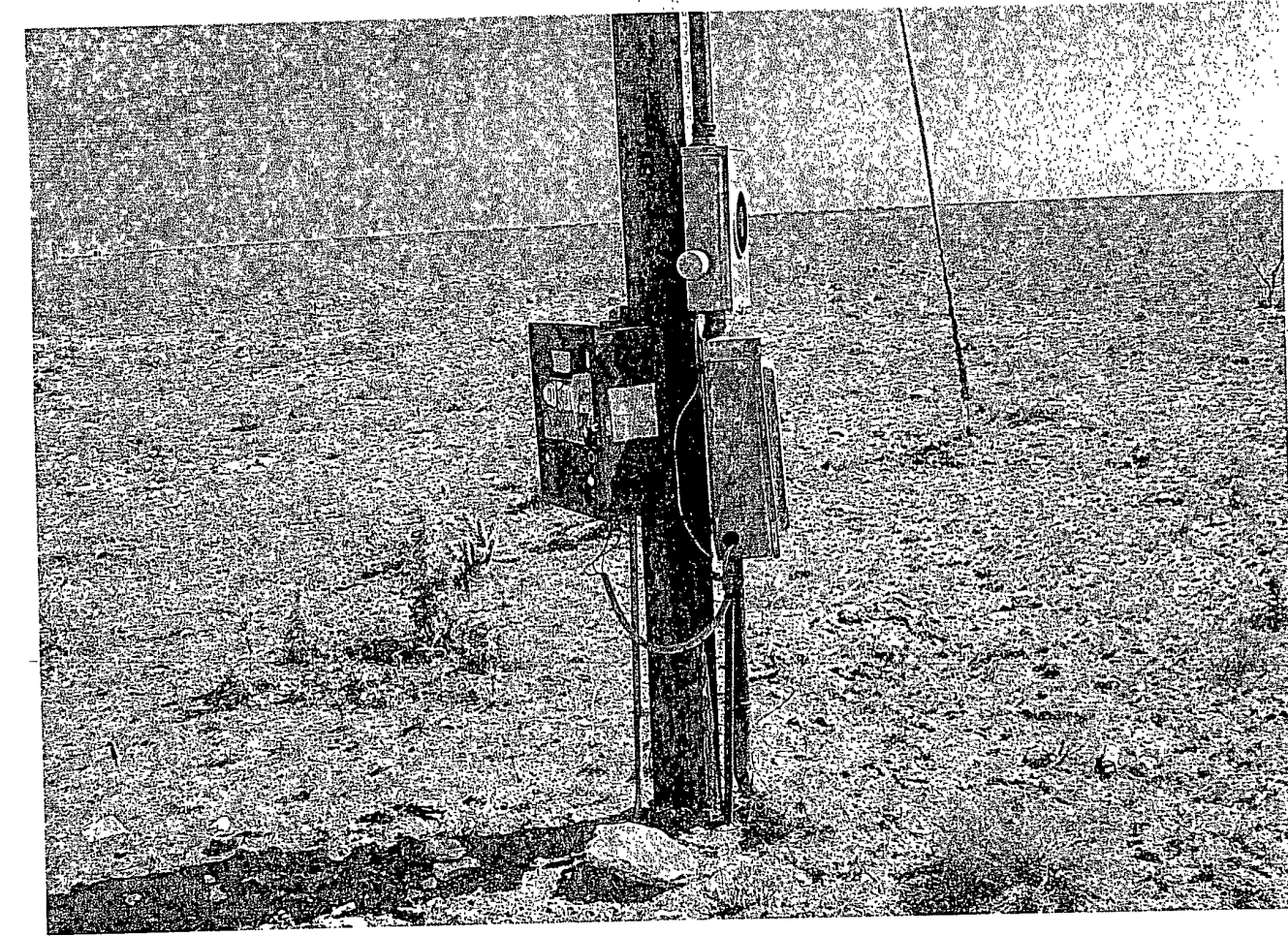


COMPLIANCE OFFICER

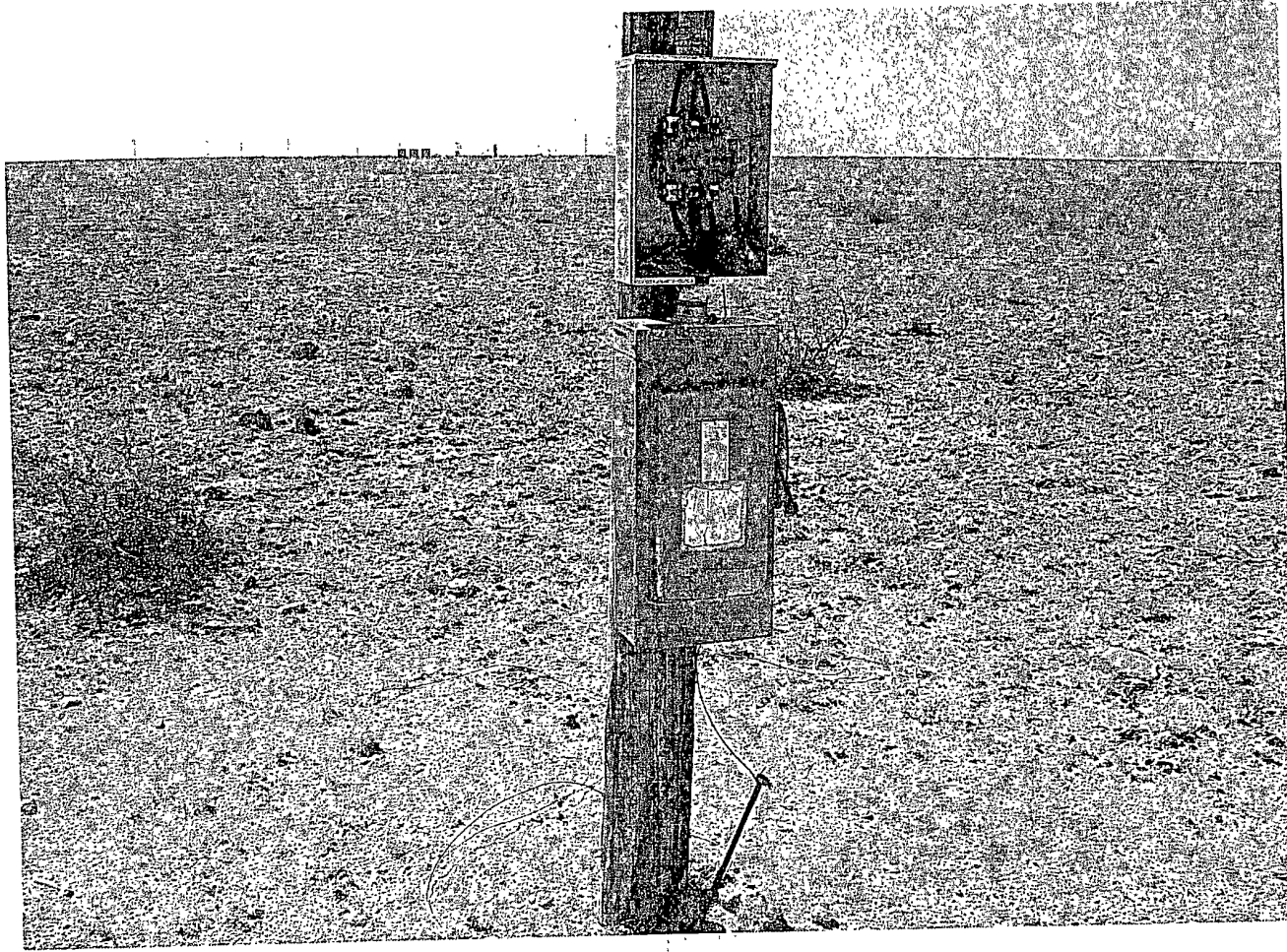
Sincerely,

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



MANZANO DESOTO #1
30-025-23248

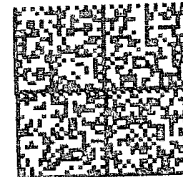


MANZANO DESOTO #2
30-025-26079

10-10-2012

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240

MANZANO LLC
PO BOX 2107
ROSWELL NM 88202-2107



HASLER

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\$0.45

10/10/12

Mailed From 88240

US POSTAGE