

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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

Jami Bailey, Division Director
Oil Conservation Division



Response Required - Deadline Enclosed

06-May-14

HOBBS OCD

MAY 06 2014

LETTER OF VIOLATION

FASKEN OIL & RANCH
303 W. Wall St. Ste 1800
Midland TX 79701-5116

RECEIVED

Dear Operator:

This letter of violation pertains to the following well:

Quail "16" State No. 8H
O-16-20S-34E
30-025-41366-00-00

Review of New Mexico Oil Conservation Division (NMOCD) files indicate that a Form C-144 Pit, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application was never approved and therefore, a permit never issued by the division for the construction and operation of the temporary pit used to drill the well. Therefore, the operator is in violation of **Rule 19.15.17.8 PERMIT OR REGISTRATION REQUIRED, Section A. of the New Mexico Administrative Code** which states; "A person shall not construct or use a pit except in accordance with a division-issued permit...".

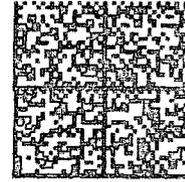
The operator is required to submit within 30 days of the date of this letter, a plan, method or other remedy that will assure that the company will not violate the above referenced rule in a similar manner again. In the event that a satisfactory response is not received to this letter of direction by the deadline given, further enforcement will occur.

Sincerely

A handwritten signature in cursive script that reads "Jeffrey Selinger".

Hobbs OCD District Office

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



HASLER 015H14150977
\$0.48
05/06/14
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303 W. WALL ST. STE. 1800
MIDLAND, TX 79701-5116