

# 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\***

*Field Inspection Program*  
*"Preserving the Integrity of Our Environment"*

03-Nov-14

**AMERICO ENERGY RESOURCES LLC**  
7575 SAN FELIPE SUITE 200  
HOUSTON TX 77063

**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***

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
<b>B C DICKINSON A 1 No.001</b>						
11/03/2014	Routine/Periodic	Mark Whitaker	Yes	No	2/6/2015	iMAW1430754219
<b>Violations</b> Idle well (Rule 201)						
<b>Comments on Inspection:</b> Idle Well (Rule 19.15.25.8). No production reported in 200 months. T/A status expired. NEED TO RETURN WELL TO ACTIVE STATUS OR PLUG AND ABANDON.						
<b>STATE T No.005</b>						
11/03/2014	Routine/Periodic	Mark Whitaker	Yes	No	2/6/2015	iMAW1430736814
<b>Violations</b> Absent Well Identification Signs (Rule 103) Idle well (Rule 201)						
<b>Comments on Inspection:</b> Idle well (Rule 19.15.25.8), no production reported in 76 months. No well sign (Rule 19.15.16.8). NEED TO INSTALL WELL SIGN. ALSO NEED TO RETURN WELL TO ACTIVE STATUS OR PLUG AND ABANDON.						

**NOV 04 2014**

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.

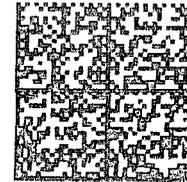
Sincerely,

  
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



HASLER 015H14150977  
**\$0.48**  
11/03/14  
Mailed From 88240  
US POSTAGE

AMERICO ENERGY RESOURCES LLC  
7575 SAN FELIPE  
SUITE 200  
HOUSTON, TX 77063