

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

15-Feb-10

APACHE CORP 6120 S YALE SUITE 1500 TULSA OK 74136-4224

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.

INSPE	CTION	DETAIL.	SECTION
HIVOLL	CHUIY.	DEIML	DECITOR

NORTHEAST DRINKARD UNIT No.323				R-2-21S-37E	30-025-06361-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/10/2010	Routine/Periodic Violations Absent Well Identificat	Mark Whitaker	Yes	No	5/16/2010	iMAW1004150069
Comments		well Sign (Rule 19.15.16.8). NE	ED TO INST	CALL WELL SIGN. 1	st notice. MW	
STATE SEC	CTION 2 No.005 Type Inspection	Inspector	Violation?	L-2-21S-37E *Significant Non-Compliance?	30-025-06371-00- Corrective Action Due By:	-00 Inspection No.
02/10/2010	Routine/Periodic Violations Absent Well Identificat	Mark Whitaker tion Signs (Rule 103)	Yes	No	5/16/2010	iMAW1004147839
Comments	on Inspection: No A	well Sign (Rule 19.15.16.8). NE	ED TO INST	ALL WELL SIGN. 1	st letter of non-comp	liance.

Inspection Date	CTION 2 No.0 Type Inspectio		Inspector	Violation?	L-2-21S-37E *Significant Non-Compliance?	30-025-06376-00- Corrective Action Due By:	-00 Inspection No.
02/10/2010	Routine/Perio	odic	Mark Whitaker	Yes	No	3/10/2010	iMAW1004148098
	Violations						
	Detection of De	ficient MI (Rules	s 106,107,1				
Comments	on Inspection:	T/A status ex MW	spired. NEED TO SCHI	EDULE T/A	STATUS TEST. 1st n	notice of non-complia	nce.
Inspection	CTION 2 No.0		Inspector	Violation?	F-2-21S-37E *Significant	30-025-06379-00 Corrective	-00 Inspection No.
Date 02/10/2010	Routine/Perio		Mark Whitaker	Yes	Non-Compliance? No	Action Due By: 5/16/2010	iMAW1004149066
02/10/2010	Violations Absent Well Ide			i es	NO	3/10/2010	IMAW 1004149000
Comments	on Inspection:	No well Sign	n (Rule 19.15.16.8). NE	ED TO INST	TALL NEW SIGN. 1s	t notice of non-comp	liance.
STATE SEA	CTION 2 No.0	21			T-2-21S-37E	30-025-06489-00	-00
					*Significant	Corrective	
Inspection Date	Type Inspectio	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
Inspection	Type Inspection Routine/Perio		Inspector Mark Whitaker	Violation? Yes	0	Action Due By: 5/16/2010	•
Inspection Date			•		Non-Compliance?	•	•
Inspection Date	Routine/Perio	odic	Mark Whitaker		Non-Compliance?	•	•
Inspection Date 02/10/2010	Routine/Perio	odic Ticient MI (Rules	Mark Whitaker	Yes	Non-Compliance? No	5/16/2010	iMAW1004148447

No well Sign (Rule 19.15.16.8). NEED TO INSTALL WELL SIGN. 1st notice. MW 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.

Violation?

Yes

Inspector

Mark Whitaker

*Significant

Non-Compliance?

No

Corrective

Action Due By:

5/17/2010

Inspection No.

iMAW1004239087

Inspection

Date

02/11/2010

Type Inspection

Violations

Comments on Inspection:

Routine/Periodic

Absent Well Identification Signs (Rule 103)

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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