

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

oanna Prukop

labinet Secretary

Mark E. Fesmire, P.E. Director

Oil Conservation Division

Field Inspection Program

"Proxerving the Interrity of Our Unvironment"

14-A1 r-10

MOSS PETROLEUM CO 3838 OAK LAWN AVENUE, SUITE 1516 DALLAS TX 75219-4516

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 Catail 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.

Pleas: notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that a rangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

D P I ECK No.004

N-26-12S-37E

30-025-05054-00-00

Ins section

Type Inspection

Inspector

*Significant Violation? Non-Compliance? Corrective

Inspection No.

late 04/11/2010

Maxey Brown

Action Due By:

Complaint Response

Yes

No

7/17/2010

iMGB1010356792

Violations

Unauthorized Release

Co aments on Inspection:

RULE 19 15,29.8. NEED C-141 FOR FOR TANK BATTERY RELEASE. ALSO INCLUDE PLANS FOR REMEDIATION. QUESTIONS SHOULD BE DIRECTED TO MR. LARRY JOHNSON 575-393-6161 EXT 111. (CHECKED TANK BATTERY, PRODUCED FLUIDS HAVE SPILLED INTO DIKED AREA AROUND TANKS). WELL #4 HAS POLISH ROD PARTED. (PHOTOS TAKEN OF TANK BATTERY). MGB.

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.

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.

OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240

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\$0.440 Mailed From 88240

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