



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Jim Noel**  
Cabinet Secretary

**Karen W. Garcia**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



**\*Response Required – Deadline Enclosed\***

*Underground Injection Control Program*  
*"Protecting Our Underground Sources of Drinking Water"*

28-Jul-10

**FULFER OIL & CATTLE LLC**  
P.O. BOX 1224  
JAL NM 88252

**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***

**MARALO SHOLES B No.002**

P-25-25S-36E

**30-025-09806-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/28/2010	Bradenhead	Sylvia Dickey	Yes	No	10/31/2010	iSAD1020932660

**Comments on Inspection:** NO WELL SIGN; BHT OKAY \*\*\*\*\*OPERATOR IN VIOLATION OF NMOCD RULE 19.15.16.8 \*\*\*\*\*

Oil Conservation Division  
1625 French Drive • Hobbs, New Mexico 88240  
Phone (575) 393-6161 • Fax (575) 393-0720 • [www.emnrd.state.nm.us/OCD](http://www.emnrd.state.nm.us/OCD)



In the event that a satisfactory response is not received to this letter of direction by the "Repair Due:" date shown above, or if the well(s) are not immediately shut-in, 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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

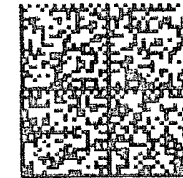


Hobbs OCD District Office

**COMPLIANCE OFFICER**

Note. Pressure Tests are performed prior to initial injection, after repairs and otherwise, every 5 years; Bradenhead Tests are performed annually. Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data. "Failure Type" and "Failure Cause" and any Comments are not to be interpreted as a diagnosis of the condition of the wellbore. Additional testing should be conducted by the operator to accurately determine the nature of the actual failure. \* 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	017H15554612	US POSTAGE
	<b>\$0.44</b>	
	07/28/2010	
	Mailed From 88240	

FULFER OIL & CATTLE LLC  
ATTN: GREGG FULFER  
P.O. BOX 1224  
JAL, NM 88252