

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary

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

Response Required - Deadline Enclosed

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05-Oct-10

MAR OIL & GAS CORP. P.O. BOX 5155 SANTA FE, NM 87502

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	N DETAIL	SECTION		
EUMONT I Inspection Date 10/04/2010	HARDY UNIT Type Inspectior Pressure Test		Violation? Yes	I-1-21S-36E *Significant Non-Compliance? No	30-025-04435-00- Corrective Action Due By: 1/8/2011	00 Inspection No. iSAD1027852809
Comments (on Inspection:	NO Action Taken To bring Well into HAS BEEN DONE TO REPAIR WE 19/15/26/9 Casing and Cementing of TATEALED OVERALL MECHA	ELL *'**OF Injection W	PERATOR IN VIOLA ells AND 19-15-26-1(BLE TO PT. NO WOI TION OF NMOCD	₹K
EUMONT I Inspection Date	HARDY UNIT	No.031	Violation?	A-1-21S-36E 'Significant Non-Compliance?	30-025-04436-00- Corrective	00 Inspection No.
10/04/2010	Pressure Test	Sylvia Dickey	Yes	No	Action Due By: 1/8/2011	iSAD1027852457
Comments o	on Inspection:	NO Action Taken To bring Well into HAS BEEN DONE TO REPAIR WE 19/15/26/9 Casing and Cementing of 7777 FAILED OVERALL MECHAN	ELL. TOP	ERATOR IN VIOLA ells AND 19/15.26/10	TION OF NMOCD	

EUMONT F Inspection Date	HARDY UNIT		Inspector	Violation?	B-36-20S-37E [*] Significant Non-Compliance?	30-025-06220-00-(Corrective Action Due By:	0 Inspection No.	
10/04/2010	Bradenhead		Sylvia Dickey	Yes	No	1/8/2011	iSAD1027850190	
Comments o		HAS BEEN DOM 19/15/26/9 Casin 114/12ND YEAI	NE TO REPAIR WI	ELL ^{© &} OF Enjection W SS EPA REQ	PERATOR IN VIOLA Tells AND 19-15-26-10	BLE TO PT. NO WOR TION OF NMOCD) Operation and Mainte ****FAILED OVERAL	enance	
EUMONT F	IARDY UNIT	No.019			L-36-20S-37E	30-025-06227-00-00		
Inspection Date	Type Inspection		Inspector	Violation?	[*] Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2010	Pressure Test		Sylvia Dickey	Yes	No	1/7/2011	iSAD1027737371	
Comments of	on Inspection;	No Action Taken PERFORMED, 1	To bring Well into	Compliance VIOLATIO	NO PRESSURE TE	ST E 19 15 26 11 ^{99000 67}		
EUMONT F Inspection Date	IARDY UNIT		Inspector	Violation?	D-5-21S-37E *Significant Non-Compliance?	30-025-06407-00-0 Corrective Action Due By:)() Inspection No.	
10/04/2010	Pressure Test		Sylvia Dickey	Yes	No	1/7/2011	iSAD1027852665	
Comments o	m Inspection:	HAS BEEN DOM 19 15.26 9 Casin	NE TO REPAIR WI	ELLOF Injection W	PERATOR IN VIOLA	Operation and Mainte		
EUMONT F	IARDY UNIT	No.047			K-6-21S-37E	30-025-06412-00-0	00	
Inspection Date	Type Inspection		Inspector	Violation?	'Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2010	Pressure Test		Sylvia Dickey	Yes	No	1/7/2011	ISAD1027852909	
Comments (on Inspection:	HAS BEEN DOP 19 15.26.9 Casm	NE TO REPAIR W	ELL ⁽¹⁾ OF Injection W	PERATOR IN VIOLA Tells AND 19-15-26-10	BLE TO PT. NO WOR TION OF NMOCD) Operation and Mainte		
EUMONT HARDY UNIT No.035			(G-6-21S-37E	G-6-21S-37E 30-025-06422-00-00		
Inspection Date	Type Inspection		Inspector	Violation?	'Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2010	Bradenhead		Sylvia Dickey	Yes	No	1/8/2011	iSAD1027852587	
Comments o	on Inspection:	HAS BEEN DO 19/15/26/9 Casin	NE TO RÈPAIR W	ELL OF I Injection W	PERATOR IN VIOLA (ells and 1945 2640	BLE TO PT. NO WOR TION OF NMOCD Operation and Mainte		

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

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Hobbs OCD District Office COMPLIANCE OFFICER

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 1 (625 N Fiench Drive – Hobbs, New Mexico 88240 Phone 505-393-6161 – Fax 505-393-0720 3 – http://www.eminid.state.nm.us

