



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

Field Inspection Program

"Preventive Maintenance" of the "New Mexico"

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 DETAIL SECTION

EUMONT HARDY UNIT No.042				I-1-21S-36E	30-025-04435-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2010	Pressure Test	Sylvia Dickey	Yes	No	1/8/2011	iSAD1027852809	
Comments on Inspection:		NO Action Taken To bring Well into Compliance. WELL WAS UNABLE TO PT. NO WORK HAS BEEN DONE TO REPAIR WELL. ***OPERATOR IN VIOLATION OF NMOCDC 19.15.26.9 Casing and Cementing of Injection Wells AND 19.15.26.10 Operation and Maintenance ***FAILED OVERALL MECHANICAL INTEGRITY 19.15.26.11 *** (NC)					

EUMONT HARDY UNIT No.031				A-1-21S-36E	30-025-04436-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
10/04/2010	Pressure Test	Sylvia Dickey	Yes	No	1/8/2011	iSAD1027852457	
Comments on Inspection:		NO Action Taken To bring Well into Compliance. WELL WAS UNABLE TO PT. NO WORK HAS BEEN DONE TO REPAIR WELL. ***OPERATOR IN VIOLATION OF NMOCDC 19.15.26.9 Casing and Cementing of Injection Wells AND 19.15.26.10 Operation and Maintenance ***FAILED OVERALL MECHANICAL INTEGRITY 19.15.26.11 *** (NC)					

EUMONT HARDY UNIT No.007

B-36-20S-37E

30-025-06220-00-00

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	iSAD1027850190

Comments on Inspection: NO Action Taken To bring Well into Compliance. WELL WAS UNABLE TO PT. NO WORK HAS BEEN DONE TO REPAIR WELL. OPERATOR IN VIOLATION OF NMOCID 19 15 26 9 Casing and Cementing of Injection Wells AND 19 15 26 10 Operation and Maintenance 2ND YEAR UNABLE TO PASS EPA REQUIRED TESTING. FAILED OVERALL MECHANICAL INTEGRITY 19 15 26 11 (NC)

EUMONT HARDY 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 on Inspection: No Action Taken To bring Well into Compliance; NO PRESSURE TEST PERFORMED. OPERATOR IN VIOLATION OF NMOCID RULE 19 15.26.11 (NC)

EUMONT HARDY UNIT No.036

D-5-21S-37E

30-025-06407-00-00

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	iSAD1027852665

Comments on Inspection: NO Action Taken To bring Well into Compliance. WELL WAS UNABLE TO PT. NO WORK HAS BEEN DONE TO REPAIR WELL. OPERATOR IN VIOLATION OF NMOCID 19 15 26 9 Casing and Cementing of Injection Wells AND 19 15.26 10 Operation and Maintenance. FAILED OVERALL MECHANICAL INTEGRITY 19 15 26 11 (NC)

EUMONT HARDY UNIT No.047

K-6-21S-37E

30-025-06412-00-00

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	iSAD1027852909

Comments on Inspection: NO Action Taken To bring Well into Compliance. WELL WAS UNABLE TO PT. NO WORK HAS BEEN DONE TO REPAIR WELL. OPERATOR IN VIOLATION OF NMOCID 19 15 26 9 Casing and Cementing of Injection Wells AND 19.15 26 10 Operation and Maintenance. FAILED OVERALL MECHANICAL INTEGRITY (NC)

EUMONT HARDY UNIT No.035

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 on Inspection: NO Action Taken To bring Well into Compliance. WELL WAS UNABLE TO PT. NO WORK HAS BEEN DONE TO REPAIR WELL. OPERATOR IN VIOLATION OF NMOCID 19 15.26 9 Casing and Cementing of Injection Wells AND 19 15 26 10 Operation and Maintenance. FAILED OVERALL MECHANICAL INTEGRITY (NC)

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,



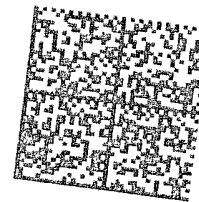
Hobbs OCD District Office

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

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240

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



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10/05/2010
Mailed From 88240

US POSTAGE