

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Jim Noel
Cabinet Secretary
Karen W. Garcia
Deputy Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Indichisper Session "Providing to Session (See Local Comme

20-Oct-10

RHOMBUS OPERATING CO LTD

P. O. BOX 8316 MIDLAND TX 79708-8316

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.

		INSPECTIO	N DETAIL	L SECTION		
	UNIT No.100	Inspector	Violation?	E-12-19S-36E *Significant	Corrective	OO Inspection No.
	E.	•		•	•	iMAW1029248822
	110	Mark whitaker	res	NO	11/20/2010	IIVIA W 1029240022
	ification Sum: (Du	la 103)				
	~		ON MEED T	CO DEDLACE WELL	CICN AND NOTICE	
		gible (Rule 19.15.10).8). NEED 1			
ST EUMONT Type Inspection	UNIT No.115	Inspector	Violation?	N-14-19S-36E *Significant Non-Compliance?	30-025-04014-00-0 Corrective Action Due By:	00 Inspection No.
Routine/Period	lic	Mark Whitaker	Yes	No	11/26/2010	iMAW 1029245955
						61
		Inspector	Violation?	L-14-19S-36E *Significant Non-Compliance?	30-025-04016-00-0 Corrective Action Due By:	00 Inspection No.
Violations		Mark Whitaker	Yes	No	11/26/2010	iMAW1029245155
on Inspection:		C 1				Т
	Type Inspection Routine/Period Violations Absent Well Ident on Inspection: CST EUMONT Type Inspection Routine/Period on Inspection: CST EUMONT Type Inspection Routine/Period Violations Idle well (Rule 20) on Inspection:	Routine/Periodic Violations Absent Well Identification Signs (Ru on Inspection: Well sign not leg EST EUMONT UNIT No.115 Type Inspection Routine/Periodic on Inspection: Operator reportin AND SCHEDULE EST EUMONT UNIT No.112 Type Inspection Routine/Periodic Violations Idle well (Rule 201) on Inspection: Operator reportin	Type Inspection Inspector Routine/Periodic Mark Whitaker Violations Absent Well Identification Signs (Rule 103) on Inspection: Well sign not legible (Rule 19.15.16) ST EUMONT UNIT No.115 Type Inspection Inspector Routine/Periodic Mark Whitaker on Inspection: Operator reporting production Belts AND SCHEDULE TIME TO VERI CST EUMONT UNIT No.112 Type Inspection Inspector Routine/Periodic Mark Whitaker Violations Idle well (Rule 201) on Inspection: Operator reporting production No production: Operator reporting production No p	Type Inspection Inspector Violation? Routine/Periodic Mark Whitaker Yes Violations Absent Well Identification Signs (Rule 103) on Inspection: Well sIgn not legible (Rule 19.15.16.8). NEED 7 ST EUMONT UNIT No.115 Type Inspection Inspector Violation? Routine/Periodic Mark Whitaker Yes on Inspection: Operator reporting production Belts not on sheat AND SCHEDULE TIME TO VERIFY PRODUCTST EUMONT UNIT No.112 Type Inspection Inspector Violation? Routine/Periodic Mark Whitaker Yes Violations Inspector Violation? Routine/Periodic Mark Whitaker Yes Violations Idde well (Rule 201) Operator reporting production No power to unit	Type Inspection Routine/Periodic Routine/Periodic Routine/Periodic Routine/Periodic Mark Whitaker Yes No Violations Absent Well Identification Signs (Rule 103) on Inspection: Well sign not legible (Rule 19.15.16.8). NEED TO REPLACE WELL EST EUMONT UNIT No.115 N-14-19S-36E Type Inspection Routine/Periodic Mark Whitaker Yes No on Inspection: Operator reporting production Routine/Periodic Description: AND SCHEDULE TIME TO VERIFY PRODUCTION. 1ST NOTICE EST EUMONT UNIT No.112 L-14-19S-36E Type Inspection Routine/Periodic Mark Whitaker Yes No Violations Routine/Periodic Mark Whitaker Yes No Violations Routine/Periodic Mark Whitaker Yes No Violations Idle well (Rule 201) Operator reporting production No power to unit. Valves at wellhead c	E-12-19S-36E Type Inspection Inspector Violation? Non-Compliance? Action Due By: Routine/Periodic Mark Whitaker Yes No 11/26/2010 Violations Absent Well Identification Signs (Rule 103) on Inspection: Well sign not legible (Rule 19.15.16.8). NEED TO REPLACE WELL SIGN. 2ND NOTICE ST EUMONT UNIT No.115 Type Inspection Inspector Violation? Non-Compliance? Action Due By: Routine/Periodic Mark Whitaker Yes No 11/26/2010 on Inspection: Operator reporting production Belts not on sheave. NEED TO CONTACT OCD 575-393-61 AND SCHEDULE TIME TO VERIFY PRODUCTION. 1ST NOTICE. Took pictures. ST EUMONT UNIT No.112 Type Inspection Inspector Violation? Non-Compliance? Non-Compliance? Routine/Periodic Mark Whitaker Yes No 11/26/2010 Type Inspection Inspector Violation? Non-Compliance? Non-Compliance? Non-Compliance? Non-Compliance? Non-Compliance? Non-Compliance? Routine/Periodic Mark Whitaker Yes No 11/26/2010 Violations Idde well (Rule 201)

Phone 575-393-6161 * Fax 575-393-0720 * http://www.emnrd.state.nm.us

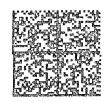
NORTHWEST EUMONT UNIT No.117 P-15-19S-36E 30-025-04018-00-00 Inspection *Significant Corrective Type Inspection Inspector Date Violation? Inspection No. Non-Compliance? Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/23/2010 1MAW1029244223 Violations Idle well (Rule 201) Comments on Inspection: Operator reporting production. No power to unit. Fuses on primary line north of well down. Rods in tbg. NEED TO CONTACT OCD 575-393-6161 AND SCHEDULE TIME TO VERIFY PRODUCTION, 1ST NOTICE, Took pictures NORTHWEST EUMONT UNIT No.134 N-22-19S-36E 30-025-04032-00-00 Inspection *Significant Corrective Type Inspection Inspector Date Violation? Non-Compliance? Inspection No. Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029259216 Violations General Housekeeping (Rule 114) Comments on Inspection: Well plugged. Pumping unit has not been removed from location. NEED TO REMOVE PUMPING UNIT FROM LOCATION. 1ST NOTICE NORTHWEST EUMONT UNIT No.131 M-23-19S-36E 30-025-04036-00-00 Inspection *Significant Corrective Date Type Inspection Inspector Violation? Non-Compliance? Inspection No. Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029241958 Violations ldle well (Rule 201) Comments on Inspection: Operator reporting production. No power to unit. Conduit from control box to secondary power line disconnected. Birds nest inside box. NEED TO CONTACT OCD 575-393-6161 AND SCHEDULE TIME TO VERIFY PRODUCTION. 1ST NOTICE. Took pictures. NORTHWEST EUMONT UNIT No.156 H-33-19S-36E 30-025-04099-00-00 Inspection Significant Corrective Date Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029240153 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: No well Sign (Rule 19 15.16.8), NEED TO INSTALL WELL SIGN. 1st notice. NORTHWEST EUMONT UNIT No.166 L-34-19S-36E 30-025-04111-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Non-Compliance? Inspection No. Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029236703 Violations General Housekeeping (Rule 114) Comments on Inspection: Well plugged Pumping unit has not been removed from location. NEED TO REMOVE PUMPING UNIT FROM LOCATION 1ST NOTICE NORTHWEST EUMONT UNIT No.161 O-34-19S-36E 30-025-04116-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Non-Compliance? Action Due By: Inspection No. 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029238462 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: No well Sign (Rule 19.15.16 8) NEED TO INSTALL WELL SIGN. 1st notice, NORTHWEST EUMONT UNIT No.155 F-34-19S-36E 30-025-08701-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029236246 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: No well Sign (Rule 19.15 16.8) NEED TO INSTALL WELL SIGN 2ND NOTICE.

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. Wall Witches 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 EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



RHOMBUS OPERATING CO LTD P O BOX 8316 MIDLAND, TX 79708-8316