

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

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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.

INSPECTION DETAIL SECTION

NORTHWEST EUMONT I Inspection Date Type Inspection			Inspector	Violation?	E-12-19S-36E *Significant Non-Compliance?	30-025-03997-00- Corrective	00 Inspection No.
10/19/2010	Routine/Perio	odie	Mark Whitaker	Yes	No No	Action Due By: 11/26/2010	iMAW1029248822
		ntification Signs (Ri	ile 103)				
Comments	on Inspection:	Well sign not le	gible (Rule 19.15.16	5 8). NEED T	O REPLACE WELL	SIGN. 2ND NOTICE	
	EST EUMONT	UNIT No.115			N-14-19S-36E	30-025-04014-00-00	
Inspection Date	Type Inspection	า	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/19/2010	0/19/2010 Routine/Periodic		Mark Whitaker	Yes	No		iMAW1029245955
Comments	on Inspection:	Operator reporti AND SCHEDUI	ng production Belts LE TIME TO VERI	not on shear FY PRODUC	ve. NEED TO CONTA CTION, 1ST NOTICE	ACT OCD 575-393-61	
NORTHWE Inspection Date	ST EUMONT	UNIT No.112	Inspector	Violation?	L-14-19S-36E *Significant Non-Compliance?	30-025-04016-00-0 Corrective)() Inspection No.
10/19/2010	O10 Routine/Periodic Violations Idle well (Rule 201)		Mark Whitaker	Yes	No.	Action Due By: 11/26/2010	iMAW1029245155
Comments of	on Inspection:	Operator reportir	9 575-393-6161 AN	ower to unit D SCHEDUI	Valves at wellhead cl LE TIME TO VERIF	osed. NEED TO Y PRODUCTION 1S	Т

Oil Conservation Division 1625 N French Drive Hobbs, New Mexico 88240
Phone 575-393-6161 Fax 575-393-0720 Heading http://www.emnrd.state.nm.us

NORTHWEST EUMONT UNIT No.117 P-15-19S-36E 30-025-04018-00-00 *Significant Corrective Inspection Inspection No. Type Inspection Inspector Violation? Action Due By: Non-Compliance? Date iMAW1029244223 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/23/2010 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 the NEED TO CONTACT OCD 575-393-6161 AND SCHEDULE TIME TO VERIFY PRODUCTION, 1ST NOTICE Took pictures N-22-19S-36E 30-025-04032-00-00 NORTHWEST EUMONT UNIT No.134 *Significant Corrective Inspection Type Inspection Inspector Violation? Inspection No. Action Due By: Date Non-Compliance? 11/26/2010 iMAW1029259216 10/19/2010 Mark Whitaker Yes No Routine/Periodic 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. M-23-19S-36E NORTHWEST EUMONT UNIT No.131 30-025-04036-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 iMAW1029241958 Violations ldle well (Rule 201) Operator reporting production. No power to unit. Conduit from control box to secondary power Comments on Inspection: 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 Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: iMAW1029240153 10/19/2010 Routine/Periodic Mark Whitaker Yes No 11/26/2010 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 Inspector Violation? Inspection No. Date Non-Compliance? 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 IST NOTICE. NORTHWEST EUMONT UNIT No.161 O-34-19S-36E 30-025-04116-00-00 Inspection *Significant Corrective Type Inspection Violation? Date Inspector 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 Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 10/19/2010 Routine/Periodic Mark Whitaker Yes 11/26/2010 iMAW1029236246 No 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