

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

7007 3020 0000 3029 4/55

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

BILL RICHARDSON Governor

> Joanna Prukop Cabinet Secretary

> > *Response Required - Deadline Enclosed*

26-Mar-08

SANDLOTT ENERGY (JACKIE BREWER DBA)

PO BOX 711

LOVINGTON NM 88260

30 015 20215 VNO. 02-08-048

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.

			INSPECTI	ON DETAIL	L SECTION		
RESLER YATES STATE Inspection Date Type Inspection		1	Inspector	Violation?	A-32-18S-28E *Significant Non-Compliance?	•	Inspection No.
03/26/2008	8 File and Compliance Review		Gerry Guye	Yes	No	4/7/2008	iGEG0808650800
Comments	on Inspection:	19.15.9.704.A.(2		contact OCD	•	olation of Rule o Corrective Action du	e date
RESLER YATES STATE No.055 Inspection Date Type Inspection			Inspector	Violation?	B-32-18S-28E *Significant Non-Compliance?	30-015-02152-00- Corrective	OO Inspection No.
03/26/2008	File and Comp	liance Review	Gerry Guye	Yes	No	4/7/2008	iGEG0808650871
Comments		19.15.9.704.A.(2			been performed. Vio Artesia Office prior to	lation of Rule Corrective Action due	e date
LEVERS STATE No.007				N-4-18S-28E	30-015-02575-00-00		
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/26/2008	File and Comp	liance Review	Gerry Guye	Yes	No	4/7/2008	iGEG0808650931
Comments). Operator must		been performed. Viol artesia Office prior to	ation of Rule Corrective Action due	date

Oil Conservation Division * 1301 W. Grand * Artesia, New Mexico 88210 Phone. 505-748-1283 * Fax: 505-748-9720 * http://www.emnrd.state nm us

RESLER YATES STATE No.368 Inspection Date Type Inspection			Inspector	Violation?	G-32-18S-28E *Significant Non-Compliance?	30-015-10286-00- Corrective Action Due By:	00 Inspection No.		
03/26/2008	File and Compliance Review		Gerry Guye	Yes	No	4/7/2008	ıGEG0808650991		
Review of this well file indicates no MIT test has been performed. Violation of Rule 19.15.9.704.A.(2). Operator must contact OCD Artesia Office prior to Corrective Action due date to set up schedule for testing well.									
RESLER Y	ATES STATE	No.349			N-29-18S-28E	30-015-10631-00-00			
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.		
03/26/2008	File and Comp	oliance Review	Gerry Guye	Yes	No	4/7/2008	iGEG0808649978		
Comments on Inspection: Review of this well file indicates no MIT test has been performed. Violation of Rule 19.15.9.704.A.(2). Operator must contact OCD Artesia Office prior to Corrective Action due date to set up schedule for testing well.									
RESLER Y	ATES STATE	No.379	G-32-18S-28E	30-015-20115-00-	00				
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.		
03/26/2008	File and Comp	oliance Review	Gerry Guye	Yes	No	4/7/2008	iGEG0808650661		
Comments of	on Inspection:				been performed. Viol Artesia Office prior to	lation of Rule Corrective Action du	e date		

RESLER YATES STATE No.380

H-32-18S-28E **30-015-20215-00-00**

Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 03/26/2008 File and Compliance Review Gerry Guye Yes 4/7/2008 iGEG0808650731 No

Comments on Inspection: Review

Review of this well file indicates no MIT test has been performed. Violation of Rule

19.15.9.704.A.(2). Operator must contact OCD Artesia Office prior to Corrective Action due date

to set up schedule for testing well.

to set up schedule for testing well.

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,

Artesia 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.

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