## STATE OF NEW MEXICO



## ENERGY, MINERALS and NATURAL RESOURCES DIVISION OIL CONSERVATION DIVISION

AZTEC DISTRICT OFFICE

BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

June 27, 1994

MR W.J. HOLCOLMB HOLCOLMB OIL & GAS PO BOX 2058 FARMINGTON NM 87499

RE: ROGERS 24 #1 L-24-23N-07W

Dear Mr. Holcolmb:

A field inspection conducted on June 24, 1994 revealed that the separator pit at the referenced well contains about 8 BBLS of oil and is unfenced and un-netted in violation of NMOCD Order R-8952 and BLM letter December 28, 1992, Implementation of pit netting. Also the location is in poor condition with puddles of oil at the wellhead and storage tank load line valve. The well sign shows Grace Petroleum as operator. Your application for exception to division Order R-8952 (form C-134) filed February 1, 1993 is not approved.

You are hereby directed to initiate activity to bring the pit into compliance by fencing and netting prior to July 29, 1994. Failure to comply may result in fines and/or allowable cancellation. The matter of the oil spills and illegal well sign will be referred to the BLM to take whatever action they deem appropriate.

Yours Truly

Charles Gholson

Deputy Oil & Gas Inspector

CG/cs

xc: Don Ellsworth - BLM Farmington

Well File C-134 File