



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

Oil Conservation Division

March 16, 2007

**Certified Mail No.:** 7004 2510 0006 6624 4023

Chris Jeffries, Vice President  
C&D Management Co., d/b/a, Freedom Ventures Co.  
513 Don Lyle Road  
Edmonton, Kentucky 42129

Re: Agreed Compliance Order to Resolve NOV on All Wells  
Violations: OCD Rule 13.B [19.15.1.13 NMAC]  
OCD Rule 50.A, C(2)(b)(i) [19.15.2.50 NMAC]  
OCD Rule 103 [19.15.3.103 NMAC]  
OCD Rule 117 [19.15.3.117 NMAC]  
OCD Rule 201.B [19.15.4.201.B NMAC]  
OCD Rule 1115 [19.15.13.1115 NMAC]

Dear Mr. Jeffries:

Pursuant to the March 12, 2007 administrative conference between Chris Jeffries and OCD personnel (Tim Gum, Mike Bratcher, Daniel Sanchez and Cheryl O'Connor), enclosed are two originals of an Agreed Order Directing Compliance and Assessing Civil Penalty (hereinafter, "Agreed Compliance Order" or "ACO"). The ACO recites the violations that occurred and the penalties that have been imposed against Ameristate and that Ameristate agrees to the findings set out therein.

You will note that C&D Management Co., dba, Freedom Ventures Co., must submit \$3,000.00 of the penalty to the OCD with the executed Agreed Compliance Order. The remaining \$3,000.00 is due thirty days later.

Please review the Agreed Compliance Order. If it meets with your approval, execute both originals and return both to me at the Santa Fe OCD office. Once the ACO is received, Mark Fesmire, OCD Director, will execute. One fully executed original for will be returned to you.

***C & D Management Company  
dba***

***Freedom Ventures Company***

***Case 14055***

***OCD Exhibit No. 8***

Chris Jeffries, Vice President  
C&D Management Co., dba, Freedom Ventures Co.  
March 16, 2007  
Page 2

If you have any questions, do not hesitate to contact me at 505-476-3480.

Very truly yours,



Cheryl O'Connor  
Assistant General Counsel

pc: Daniel Sanchez, OCD Compliance Director  
Tim Gum, OCD District II Supervisor  
Mike Bratcher, OCD District II Inspector  
Thomas Kizer, C&D Management Co.  
oilfreedom@aol.com

Encl. - 2 Originals of the Agreed Compliance Order

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

Mr. Chris Jeffries, VP  
C&D Management Co. d/b/a  
Freedom Ventures Co.  
513 Don Lyle Rd.  
Edmonton, Kentucky 42129

## 2. Article Number

(Transfer from service)

7004 2510 0006 6624 4023

**COMPLETE THIS SECTION ON DELIVERY**

## A. Signature

X

*Chris Jeffries*☐ Agent☐ Addressee

## B. Received by (Printed Name)

*Chris Jeffries*

## C. Date of Delivery

*3-19-07*

## D. Is delivery address different from item 1?

☐ YesIf YES, enter delivery address below: ☐ No

## 3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

## 4. Restricted Delivery? (Extra Fee)

☐ Yes