

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Field Inspection Program "Preserving the Integrity of Our Environment"

22-May-06

RECEIVED

MEWBOURNE OIL CO

PO Box 5270

Hobbs NM 88241

JUL 1 1 2006 DOD-AHTESIA

30-015-31628

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)

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

Yes

BURTON FLAT 5 FEDERAL No.004

Inspection

05/22/2006

Date

Type Inspection

Routine/Periodic

Violations

Surface Leaks/Spills

P-5-20S-28E

*Significant Violation?

Non-Compliance?

No

30-015-31628-00-00

Corrective Action Due By:

Inspection No.

B0614242101 6/22/2006

Comments on Inspection:

Visible evidence of a release having occurred in bermed tank area. Plan for delineation and possible remediation of contaminants required. Violation Rule 13 and possible violation Rule 116.

Work Completed on June 19,06. Hosti Green Hobbs Regulatery

Inspector

Mike Bratcher

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