

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

30-Oct-07

7001 1940 0001 9971 5420

MARATHON OIL CO P.O. BOX 2490 HOBBS NM 88240

LOV NO. 02-07-011

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.

			INSPECTIO	ON DETAIL	L SECTION		
MOC SWD	No.001				K-7-20S-25E	30-015-21669-00-00	
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/12/2007	Bradenhead		Richard Inge	Yes	No	11/16/2007	iREI0720847665
Comments	on Inspection:	No company Representative to witness MIT test. Well must be shut-in. Contact OCD to reschedule this test.					
INDIAN HI Inspection Date	LLS STATE (Inspector	Violation?	F-36-20S-24E *Significant Non-Compliance?	30-015-27465-00- Corrective Action Due By:	00 Inspection No.
09/12/2007	Bradenhead		Richard Inge	Yes	No	11/16/2007	iREI0720847661
Comments	on Inspection:	No company Representative to witness MIT test. Well must be shut-in. Contact OCD to reschedule this test.					
ROCKY HI	LLS SWD No.	.001			O-19-21S-24E	30-015-30112-00-00	
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/12/2007	Bradenhead		Richard Inge	Yes	No	11/16/2007	iREI0720847682
Comments on Inspection:		No company Representative to witness MIT test. Well must be shut-in. Contact OCD to reschedule this test.					

RUCKY HILLS SWD No.002

K-20-21S-24E

30-015-30600-00-00 Corrective

Inspection Date

09/12/2007

Type Inspection Bradenhead

Inspector

Violation?

*Significant Non-Compliance?

Action Due By:

Inspection No.

Richard Inge

Yes

No

Comments on Inspection:

11/16/2007

ıREI0720847683

No company Representative to witness MIT test Well must be shut-in. Contact OCD to

reschedule this test

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