

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environmem"

09-Dec-03

SLAYTON RESOURCES INC

PO BOX 2035 ROSWELL, NM 88202-2035

NOTICE 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	N DETAIL	SECTION		
HANSON A Inspection Date	STATE 002 Type Inspection	I-16-	11S-27E Violation?	30-005-00209-00-0 *Significant Non-Compliance?	OO Corrective Action Due By:	Inspection No.
12/08/2003	Routine/Periodic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334334438
Comments o	on Inspection: Well sign d	oes not list correct opera	tor. Violation	Rule 103. Oil pooled a	t wellhead.	
LEVICK C	STATE 001 Type Inspection	M-1:	5-11S-27E Violation?	30-005-00286-00- *Significant Non-Compliance?	00 Corrective Action Due By:	Inspection No.
12/08/2003	Routine/Periodic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334333742
Comments o	on Inspection: Well sign d	oes not list operator. Vio	olation Rule 1	03.		
LEVICK C STATE 002		L-15	L-15-11S-27E		30-005-00287-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/08/2003	Routine/Periodic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334331378
Comments of	on Inspection: Well sign of	loes not list operator. Vie	olation Rule 1	03. Oil is pooled at wel	lhead.	

30-005-00291-00-00 H-15-11S-27E **LEVICK D STATE 002** *Significant Corrective Inspection Action Due By: Violation? Inspection No. **Type Inspection** Inspector Non-Compliance? Date 3/12/2004 iMLB0334329608 No 12/08/2003 Routine/Periodic Mike Bratcher Yes Comments on Inspection: Well sign does not list operator. Violation Rule 103. 30-005-00293-00-00 **LEVICK D STATE 004** A-15-11S-27E *Significant Corrective Inspection Type Inspection Inspector Violation? Non-Compliance? **Action Due By:** Inspection No. Date iMLB0334328926 12/08/2003 Yes 3/12/2004 Routine/Periodic Mike Bratcher No **Comments on Inspection:** Well sign illegible and does not list operator. Violation Rule 103. LEVICK C STATE 006 L-15-11S-27E 30-005-00294-00-00 Inspection *Significant Corrective Violation? Action Due By: Inspection No. Date Type Inspection Inspector Non-Compliance? 3/12/2004 iMLB0334334048 12/08/2003 Routine/Periodic Mike Bratcher Yes No Comments on Inspection: Well sign is mostly illegible and does not list operator. Violation Rule 103. HANSON A STATE 001 P-16-11S-27E 30-005-00295-00-00 *Significant Corrective Inspection Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: iMLB0334334189 3/12/2004 12/08/2003 Routine/Periodic Mike Bratcher Yes No Comments on Inspection: Well sign does not list correct operator. Violation Rule 103. Oil pooled at wellhead. 30-005-00298-00-00 **HANSON B STATE 001** N-16-11S-27E Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: Date iMLB0334334763 No 3/12/2004 12/08/2003 Routine/Periodic Mike Bratcher Yes Comments on Inspection: Well sign does not list operator. Violation Rule 103. Oil pooled at wellhead. 30-005-00310-00-00 LEVICK B STATE 002 A-21-11S-27E *Significant Inspection Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 12/08/2003 Routine/Periodic Mike Bratcher Yes 3/12/2004 iMLB0334334573 Comments on Inspection: Well sign illegible and does not list operator. Violation Rule 103. Oil pooled at wellhead. **HANSON A STATE 100** I-16-11S-27E 30-005-01416-00-00 *Significant Inspection Corrective Type Inspection Inspector Violation? Non-Compliance? Inspection No. Date Action Due By: 3/12/2004 iMLB0334334321 Routine/Periodic Mike Bratcher Yes 12/08/2003 No Comments on Inspection: Well sign does not list correct operator. Violation Rule 103 **LEVICK C STATE 100** M-15-11S-27E 30-005-10205-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Non-Compliance? Date Action Due By: 12/08/2003 3/12/2004 iMLB0334333901 Routine/Periodic Mike Bratcher Yes No Comments on Inspection: No well sign. Violation Rule 103.

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,
While Brush

Artesia OCD District Office

Note: nformation 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.