



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

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Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenberg

Director

Oil Conservation Division

Field Inspection Program

"Preserving the Integrity of Our Environment"

12-Oct-01

KERSEY & CO

PO BOX 1248

FREDERICKSBURG, TX 78624-

Dear Operator:

The following inspection(s) indicate one or more violations as described in the detail section below. The inspection(s) indicates that the well, equipment, location or operational status failed to meet standards of the New Mexico Oil Conservation Division. 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 below 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.

Please notify the proper district office of the Division 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

STATE WK 001

G-16-17S-31E

30-015-05177-00-00

1-18-02

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
10/12/2001	Routine/Periodic	Mike Bratcher	Yes	No	11/15/2001	MLB012854593

Comments on Inspection: Well sign is not in compliance. Violation Rule 103.

10/12/2001	Routine/Periodic	Mike Bratcher	Yes	No	11/15/2001	MLB012855831
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Comments on Inspection: Tank Battery for this well is in violation of Rule 116 and Rule 13. Materials from tank bottoms have been allowed to run into pasture area for some time and also a fresh spill is evident. A 1/4 inch stream of produce water and oil mixture is currently running onto location and out onto pasture from open pipe.