

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 Environment"

11-Mar-04

TOPAT OIL CORP 505 N Big Springs Ste 405

Midland TX 79701

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.

		INSPE	CTION DETAIL	SECTION		
JACKIE FEDERAL No.001 Inspection Date Type Inspection		-	J-20-11S-27E Violation?	30-005-62365-00- *Significant Non-Compliance?	00 Corrective Action Due By:	Inspection No.
03/10/2004	Routine/Perio	lic Mike Brat	tcher Yes	No	4/12/2004	iMLB0407046278
Comments	on Inspection:	There is a new well sign on 1 misc pipe and plastic flow his batterys on this location. The wrapped around a hose at top below. The other tank battery appears to be a leak at a sean line on the West side at the b fiberglass water tank contain areas around this tank with in of tank all around to the West Please submit a C-141, analy be picked up within 24 hrs.	the parts. This sign repeats. This sign repeats battery marked Rost of gun barrel. Hose y is marked Patricia I n and has oil pooled bottom that has oil an s oil and the netting indications of produce st side. This location	nains in violation of Ru ilee Fed has what appea has leaked and has som Fed. The storage tank or below it. The gun barre d produced water poole has fallen in below fluid ed water leaks extending is in violation of Rules	ale 103. There are to the south end has a piece of a piece of a me oil pooled on grow in the south end has a bon the North end h a beneath it. The o d level. There are se g out from the North 103, 13, 116, and 3	wo tank ubber wund what nas a 2" pen top veral h side 10.
PATRICIA Inspection Date	FEDERAL No		N-20-11S-27E Violation?	30-005-63041-00- *Significant Non-Compliance?	00 Corrective Action Due By:	Inspection No.

 03/10/2004
 Routine/Periodic
 Mike Bratcher
 Yes
 No
 4/12/2004
 iMLB0407048463

 Comments on Inspection:
 No motor on pumping unit. Production reported 6/2003. New well sign does not list well number.
 Violation Rule 103 which requires specific information on well signs. RBDMS lists this well status as Shut In. Please provide information regarding method of producing this well.

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, The Brall

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.