

# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**  
Governor  
**Betty Rivera**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
Oil Conservation Division

*Field Inspection Program*  
*"Preserving the Integrity of Our Environment"*

29-Aug-02

**READ & STEVENS INC**  
PO BOX 1518  
ROSWELL NM 88201-

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.  
Please be advised that failure to comply with this directive will result in an application for an order to Show Cause why the Bond should not be forfeited, the well plugged and civil penalties assessed.

## **INSPECTION DETAIL SECTION**

<b>BUNKER HILL WATER FLOOD UNIT 004</b>		<b>H-14-16S-31E</b>	<b>30-015-24164-00-00</b>			
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
08/28/2002	Routine/Periodic	Mike Bratcher	Yes	No	12/1/2002	iMLB0224044492
<b>Comments on Inspection:</b>		Last production reported for this well is 4/2001. Well has been idle for a period exceeding 1 year and is in violation of Rule 201.				
<b>BUNKER HILL WATER FLOOD UNIT 003</b>		<b>A-14-16S-31E</b>	<b>30-015-24189-00-00</b>			
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
08/28/2002	Routine/Periodic	Mike Bratcher	Yes	No	12/1/2002	iMLB0224156436
<b>Comments on Inspection:</b>		Last production reported for this well was 4/2001. Well has been idle for a period exceeding 1 year and is in violation of Rule 201.				
<b>BUNKER HILL WATER FLOOD UNIT 001</b>		<b>C-13-16S-31E</b>	<b>30-015-24365-00-00</b>			
<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>*Significant Non-Compliance?</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
08/28/2002	Routine/Periodic	Mike Bratcher	Yes	No	12/1/2002	iMLB0224043931
<b>Comments on Inspection:</b>		Last production reported for this well is 10/2000. Well has been idle for a period exceeding 1 year and is in violation of Rule 201.				