

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"

31-Jul-02

BEACH EXPLORATION INC

800 N MARIENFELD

STE 200

MIDLAND TX 79701-

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.

		INSF	PECTION DETAIL	L SECTION		
WHLPSU 013 Inspection Date Type Inspection		Inspector	J-17-16S-29E Violation?	30-015-01438-00-0 *Significant Non-Compliance?	O Corrective Action Due By:	Inspection No.
07/26/2002	MIT Witnessed - I	Pre Gerry Guye	Yes	No	10/29/2002	iUNK0220735413
	w ca	as not cemented to sur asing in order to moni	rface it is requested a va	iolation Rule 103. Since alve be installed on the a e should be plumbed to nonitoring if necessary.	rea behind the prod	duction
WHLPSU 026			H-19-16S-29E	30-015-24131-00-0		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2002	Routine/Periodic	Gerry Guye	Yes	No	10/29/2002	iGEG0220733585
Comments	on Inspection: W	ell Sign does not refle	ect operator or correct v	vell name.		
WHLPSU 015 Inspection		O-18-16S-29E	30-015-25375-00-0 *Significant	00 Corrective		
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	MIT Witnessed -	Pre Gerry Guye	Yes	No	10/29/2002	iUNK0220741220
07/26/2002						

WHLPSU 021			A-19-16S-29E	30-015-25392-00-00			
Inspection Date	Type Inspection	Inspe	ector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2002	MIT Witnessed -	Pre Gen	ry Guye	Yes	No	10/29/2002	iUNK0220737867
Comments	on Inspection:	Violation o	f Rule 103 (N	lo well sign).			
WHLPSU 0 Inspection	14			N-18-16S-29E	30-015-25672-00-00 *Significant	Corrective	
Date	Type Inspection	Inspe	ector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/26/2002	MIT Witnessed -	Pre Geri	ry Guye	Yes	No	10/29/2002	iUNK0220744613
Comments	on Inspection:	Well sign d	oes not reflec	t proper well name. V	iolation Rule 103.		
WHLPSU 0	01Z			3-18-16S-29E	30-015-25733-00-00		
Date	Type Inspection	Inspe	ector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2002	MIT Witnessed -	Pre Gerr	y Guye	Yes	No	10/29/2002	iUNK0220743890
Comments	on Inspection:	Well sign d	oes not reflec	t proper well name. V	iolation Rule 103.		
WHLPSU 0 Inspection		_		H-18-16S-29E	30-015-25983-00-00 *Significant	Corrective	
Date	Type Inspection	Inspe		Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/26/2002	MIT Witnessed -		•	Yes	No	10/29/2002	iUNK0220740822
Comments	on Inspection:	Well sign d	oes not reflec	t proper well name. V	iolation Rule 103.		
WHLPSU 0	01			F-18-16S-29E	30-015-26123-00-00		
Date	Type Inspection	Inspe	ector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/26/2002	MIT Witnessed -	Pre Gerr	y Guye	Yes	No	10/29/2002	iUNK0220745968
Comments of	on Inspection:	Well sign de	oes not reflec	t proper well name. V	iolation Rule 103.		

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely,

Oil Conservation Division, District II

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.

Oil Conservation Division * 1301 W. Grand Ave. * Artesia, New Mexico 88210 Phone: 505-748-1283 * Fax: 505-748-9720 * http://www.emnrd.state.nm.us