NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

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

Lori Wrotenbery Director Oil Conservation Division

Field Inspection Program "Freserving the lategrity of Our Environment"

21-Aug-02

SANDLOTT ENERGY (JACKIE BREWER DBA) PO BOX 711

LOVINGTON NM 88260-

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

30-015-02080-00-00 F-28-18S-28E **WELCH DUKE STATE 001** Corrective *Significant Inspection Inspection No. Non-Compliance? Action Due By: Violation? Inspector Date Type Inspection iMLB0223252855 9/23/2002 No Mike Bratcher Yes 08/20/2002 Routine/Periodic Production records indicate no production for this well for a period of over 1 year. Well is in Comments on Inspection:

violation of Rule 201. Please notify this office of intent.

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infra-structure 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.