



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

File

9/27/2002

Yates Petroleum Corp.
ATT: DARRELL ATKINS
105 S. 4th Street
Artesia, N.M. 88210

RE: 30-015-03264 H-2-18s-29e
WLHU TRACT 38 #2

DEAR DARRELL ATKINS,

A field inspection conducted on 9/27/2002 at the WLHU TRACT 38 #2 found the P&A location
To contain uncorrected hydrocarbon contamination.

This referred to hydrocarbon contamination at the WLHU TR. 38 #2 is in violation of Rule 116.D.
CORRECTIVE ACTION. The responsible person must complete division approved corrective action
For releases which endanger public health or the environment. Releases will be addressed in accordance
With a remediation plan submitted to and approved by the Division or and abatement plan submitted in
Accordance with rule 19. {19 NMAC 15.A.19}

The well bonding for the WLHU Tr. 38 #2 will not be released until A corrective action work plan is
submitted and approved by N.M.O.C.D., Remediation actions have taken place to correct the referred to
hydrocarbon contamination at the WLHU 38 #2, And a subsequent report has been filled and submitted
to N.M.O.C.D. using form C-103. subsequent report of corrective actions taken.

A work plan to correct the referred to hydrocarbon contamination at the WLHU Tr. 38 #2 shall be
submitted by 10/31/2002 to N.M.O.C.D. for approval.

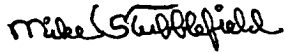
The Work plan shall contain corrective actions as per GUIDELINES FOR REMEDIATION OF
LEAKS, SPILLS AND RELEASES published August 13, 1993.

Included with-in this packet is copy of GUIDELINES FOR REMEDIATION OF LEAKS,
SPILLS AND RELEASES for your guidance.

NOTIFY N.M.O.C.D. TO WITNESS ANY REMEDIATION ACTIONS TAKEN OR SOIL SAMPLING ACTIONS FOR ANALYTICALS TAKEN TO LAB THEREFORE GIVING N.M.O.C.D. THE OPPORTUNITY TO WITNESS.

If I can be of assistance in this matter please do not hesitate to call me at 505-748-1283 or E-mail me at MSTUBBLEFIELD@ STATE.NM.US.

SINCERELY,

A handwritten signature in cursive script that reads "Mike Stubblefield".

MIKE STUBBLEFIELD

ENVIR. ENG. SPEC.

N.M.O.C.D.