



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

9/27/2002

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

RE: 30-015-03261 F-2-18s-29e
WLHU TRACT 36 #2

DEAR DARRELL ATKINS,

A field inspection conducted on 9/27/2002 at the WLHU TRACT 36 #2 found the P&A location To contain uncorrected hydrocarbon contamination.

This referred to hydrocarbon contamination at the WLHU TR. 36 #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 enviroment. 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. 36 #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 36 #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. 36 #2 shall be submitted by 10/31/2002 to N.M.O.C.D. for approval.

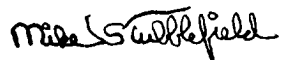
The Work plan shall contain corrective actions as per GUIDELINES FOR REMEDIATION OF LEAKS, SPILLS AND RELEASES published August 13, 1993.

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.