



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

*John
Copy*

15-May-01

SANDLOTT ENERGY (JACKIE BREWER DBA)

PO BOX 711

LOVINGTON, NM 88260-

Dear Sirs:

A review of our records and recent inspection(s) indicate that the subject well(s) has been shut-in for an extended period of time. Division Order R-9210 states that an operator cannot leave a well shut-in longer than one year. To comply with guidelines as established in the Division Rules and Regulations, corrective actions must be taken immediately and the situation brought into compliance. The following options are available for the future of the well(s). The detail section below indicates preliminary findings and/or probable nature of the violation. This is a subjective determination based on one or more factors of the results of the inspection.

1. Restore the well(s) to production, injection or disposal as applicable.
2. Request 'Temporary Abandoned' status; set a plug and conduct a mechanical integrity test.
3. Submit a proposal to 'Plug and Abandon' the well(s), proceed with plugging procedures on a timely basis after the proposal has been evaluated, amended and/or approved.

To avoid further action, we request that you exercise one of the above options no later than the "Corrective Action" date indicated below.

This Notice of Violation is the first step in the documentation to take the well to Show Cause Hearing as to why the bond should not be forfeited and the well plugged. Please notify this office at least 24 hours prior to any repair and/or plugging, subsequent mechanical integrity test, or to request TA status for the well(s).

IDLE WELL INSPECTION DETAIL SECTION

LEVERS STATE 007		N-4-18S-28E	30-015-02575-00-00	Inspection No. iGEG0109951062	
Inspection Date: 5/15/01 11:35:05 AM				Corrective Action Due by: 8/18/01	
Type Inspection	Inspector	Violation?		*Significant Non-Compliance?	
MIT Witnessed -	Gerry Guye	Yes		No	
Comments on Inspection: Not Injecting - Idle well					
RESLER YATES STATE 349		N-29-18S-28E	30-015-10631-00-00	Inspection No. iGEG0109951205	
Inspection Date: 5/15/01 10:38:56 AM				Corrective Action Due by: 8/18/01	
Type Inspection	Inspector	Violation?		*Significant Non-Compliance?	
MIT Witnessed -	Gerry Guye	Yes		No	
Comments on Inspection: No Flowline. Idle well					
RESLER YATES STATE 380		H-32-18S-28E	30-015-20215-00-00	Inspection No. iGEG0109951228	

Inspection Date: 5/15/01 11:36:58

Corrective n Due by: 8/18/01

Type Inspection Inspector

Violation? *Significant Non-Compliance?

MIT Witnessed - Gerry Guye

Yes No

Comments on Inspection: Not injecting - Idle well

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 - Artesia

Memo

To: Van Barton
From: Gerry Guye
CC:
Date: 10/22/2001
Re: Violation of Sandlott Energy

The attached wells were violated in 2000 for failing an MIT. To the best of my knowledge they have been shut in ever since. I sent the attached letter and have received no reply or C-103.

Gerry