NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

28-Dec-01

SWR OPERATING CO

200 CRESCENT CT DALLAS, TX 75201STE 1310

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

NICKSON A 001

4-4-19S-31E

30-015-05731-00-00

Inspection Date

Type inspection

Inspector

Violation?

*Significant Non-Compliance? Corrective

Inspection No.

12/27/2001

Routine/Periodic

Mike Bratcher

Yes

No

Action Due By:

1/28/2002 iMLB01362310

Comments on Inspection:

No Motor on Pumping Unit. No production shown. Idle well is in violation of Rule 201.

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 Artesis

Note:

Phone: 505-748-1283 * Fax: 505-748-9720 * http://www.emnrd.state.nm.us

Envelope Marked Vetern to Senden

CAU for address correction: 214-371-555%

Oil Consertation Division 1301 W Grand Artesia, NM 88210



SWR Operating Co. 200 Crescent Ct STE 1310 Dallas, TX 75201

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