

NEXT MEXICO ENERGY, MI TERALS 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"

25-May-01

BETTIS BOYLE & STOVALL PO BOX 1240 GRAHAM, TX 76450-

Dear Sirs:

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 guidelines as established in the Division Rules and Regulations, corrective actions 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 is a subjective determination based on one or more factors of the results of the inspection.

Please notify the proper district office of the Division of the date corrective actions are scheduled and arrangements made so the well and/or facilities may be reinspected.

INSPECTION DETAIL SECTION						
STATE O 001		A-16-25S-37E	30-025-11629-00-00			L
Inspection Date 05/15/2001	Type Inspection Routine/Periodic	Inspector Buddy Hill	Violation? Yes	*Significant Non-Compliance? No	Corrective e? Action Due By: 8/15/01	Inspection No. iLWH01135600
Comments of	n Inspection: No V	Well Sign.NO ACTIVIT	Y IN A LONG TIM	ME. 5 YEARS + S	SHUT IN STATUS	VIOLATION.

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,

Chris Williams, District I Supervisor

DEFORE EXAMINER

OIL CONSERVATION DIVISION

OCD EXHIBIT NO. 38

CASE NO: 12758-A

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.