

## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

## **BILL RICHARDSON**

Governor

Joanna Prukop Cabinet Secretary Oil Conservation Division

26-Mar-04

ARENA RESOURCES, INC

**4920 S LEWIS** 

**SUITE 107** 

TULSA OK 74105-0000

NOTICE OF VIOLATION - Inactive Well(s)

## Dear Operator:

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. Rule 201 of the Rules and Regulation of the Oil Conservation Division provides that a well may be shut-in no longer than sixty days after suspension of drilling operations, upon determining that ther well is no longer usable (e.g., a dry hole), or one year after last production. To comply with guidelines as established in the Rules and Regulations, corrective actions must be taken immediately and the well(s) brought into compliance.

The detail section below indicates preliminary findings and/or probable nature of the violation.

The following options are available:

- 1. Immediately restore the well(s) to production, injection or disposal as applicable.
- 2. Request 'Temporary Abandoned' status pursuant to Rule 203, which requires that you set a plug and conduct a mechanical integrity test.
- 3. Submit a proposal to 'Plug and Abandon' the well(s) pursuant to Rule 202, proceed with plugging procedures on a timely basis after the proposal has been evaluated, amended and/or approved.

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

IDLE WELL INSPECTION DETAIL SECTION			
NORTH BENSON QUEEN UNIT 021	N-27-18S-30E	30-015-04551-00-00	Inspection No. iGEG0402047403
Inspection Date: 3/22/2004 12:33:35 PM		Corrective Action Due by: 4/26/2004	
Type Inspection	Inspector	Violation?	*Significant Non-Compliance?
MIT Witnessed - Bradenhead Comments on Inspection: Idle	Gerry Guye Well (Rule 201). TA St	Yes atus expired Feb 2003.	No
NORTH BENSON QUEEN UNIT 035	D-34-18S-30E	30-015-04564-00-00	Inspection No. iGEG0402047442
Inspection Date: 3/22/2004 12:15:06 PM		Corrective Action Due by: 6/25/2004	
Type Inspection	Inspector	Violation?	*Significant Non-Compliance?
MIT Witnessed - Bradenhead Comments on Inspection: Idle	Gerry Guye Well (Rule 201).	Yes	No

NORTH BENSON QUEEN UNIT L-27-18S-30E 30-015-10128-00-00 Inspection No. iGEG0402047400 018 Corrective Action Due by: 6/25/2004 **Inspection Date:** 3/22/2004 12:38:37 PM Type Inspection Inspector Violation? \*Significant Non-Compliance? MIT Witnessed - Bradenhead Gerry Guye Ves No Comments on Inspection: idle Well (Rule 201). Last reported injection Dec 1996. NORTH BENSON QUEEN UNIT L-28-18S-30E 30-015-10131-00-00 Inspection No. iGEG0402047410 014 Inspection Date: 3/22/2004 11:08:23 AM Corrective Action Due by: 6/25/2004 Type Inspection Inspector Violation? \*Significant Non-Compliance? MIT Witnessed - Bradenhead Gerry Guye Yes No Comments on Inspection: Idle Well (Rule 201). Last reported injection in Jan 1989. NORTH BENSON QUEEN UNIT H-33-18S-30E 30-015-10152-00-00 Inspection No. iGEG0402047435 041 Corrective Action Due by: 6/25/2004 Inspection Date: 3/22/2004 12:07:05 PM \*Significant Non-Compliance? Type Inspection Violation? Inspector MIT Witnessed - Bradenhead Gerry Guye Yes No **Comments on Inspection:** Idle Well (Rule 201). Last reported injection in June 1987. NORTH BENSON QUEEN UNIT B-33-18S-30E 30-015-10229-00-00 Inspection No. iGEG0402047431

033

**Inspection Date:** 

3/22/2004 11:53:38 AM

Corrective Action Due by: 6/25/2004

Type Inspection

Inspector

Violation?

\*Significant Non-Compliance?

MIT Witnessed - Bradenhead

Gerry Guye

Yes

No

Comments on Inspection:

Idle Well (Rule 201). Last reported injection in April 1986.

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,

Artesia OC D District Office

<sup>\*</sup> Significant Non-Compliance events are reported directly to the U.S. Environmental Protection Agency, Region VI, Dallas, Texas.