



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Oil Conservation Division

Field Inspection Program

"Preserving the Integrity of Our Environment"

30-Mar-04

HUDSON OIL COMPANY OF TEXAS

616 TEXAS ST

FORT WORTH TX 76102

NOTICE OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. 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 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 on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

PUCKETT A No.019		G-24-17S-31E	30-015-05394-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/30/2004	MIT Witnessed - Bradenhea	Mike Bratcher	Yes	No	4/30/2004	iMLB0401650302
Comments on Inspection: Well sign illegible. Violation Rule 103						

PUCKETT A No.020		F-24-17S-31E	30-015-05395-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/30/2004	MIT Witnessed - Bradenhea	Mike Bratcher	Yes	No	4/30/2004	iMLB0401650295
Comments on Inspection: Well sign illegible. Violation Rule 103						

PUCKETT B No.010		G-25-17S-31E	30-015-05400-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/30/2004	Routine/Periodic	Mike Bratcher	Yes	No	4/30/2004	iMLB0409043906
Comments on Inspection: No Pumping Unit. Records indicate production in 1/2004. Please provide OCD with information regarding method of production and metering for this well. Well sign is mostly illegible and is in violation of Rule 103.						

PUCKETT B No.029

O-25-17S-31E

30-015-23802-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/30/2004	Routine/Periodic	Mike Bratcher	Yes	No	7/3/2004	iMLB0409041236

Comments on Inspection: Wellhead area appears to be oil-saturated. Past flowline leaks have allowed oil to run North from wellhead out into pasture and West from wellhead across location to power pole. Well is in violation of Rule 13 and 116.

PUCKETT B No.030

I-25-17S-31E

30-015-23803-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/30/2004	Routine/Periodic	Mike Bratcher	Yes	No	7/3/2004	iMLB0409041960

Comments on Inspection: Large area of contamination at wellhead. Oil is pooled and has begun to flow North of wellhead. Well is in violation of Rule 13 and 116.

8809 JV-P PUCKETT No.001

G-25-17S-31E

30-015-25976-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/30/2004	Routine/Periodic	Mike Bratcher	Yes	No	7/3/2004	iMLB0409043131

Comments on Inspection: Contaminated soil built up at wellhead area. Area along road approx 100 yds East of well has had a leak or spill that allowed oil to run into a depression area. Areas are in violation of Rule 13 and 116.

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.

Sincerely,



Artesia OCD District Office

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.