

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop Cabinet Secretary Lori Wrotenbery
Director
Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

22-Jul-03

SLAYTON RESOURCES INC PO BOX 2035 ROSWELL, NM 88202-2035

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.

		INSPECTIO	ON DETAIL	L SECTION		
NEW MEXICO A STATE 004 Inspection Date Type Inspection		O-10	0-11S-27E Violation?	30-005-00259-00-00 *Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/18/2003	Routine/Periodi	c Mike Bratcher	Yes	` No	8/21/2003	iMLB0319940454
Comments	on Inspection: N	o motor on pumpjack. Last produ	ction reported	was 2/01. Well is in viola	ation of Rule 201	,
LEVICK D Inspection Date	STATE 003 Type Inspection	B-15 Inspector	5-11S-27E Violation?	30-005-00292-00-00 *Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/18/2003	Routine/Periodi	Mike Bratcher	Yes	No	8/21/2003	iMLB0319939789
Comments	on Inspection: V	ell sign is illegible and does not l	ist operator. V	iolation Rule 103.		
Inspection	FEDERAL 001		-11S-27E	30-005-00299-00-00 *Significant	Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/21/2003	Routine/Periodic	: Mike Bratcher	Yes	No	8/22/2003	iMLB0320249699
Comments o		'ell sign lists Mountain States Pet ale 103.	as operator. Re	ecords indicate Slayton R	esources. Violati	on

A-20-11S-27E **DEKALB FEDERAL 001** 30-005-00307-00-00 *Significant Corrective Inspection Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection No. Mike Bratcher 07/21/2003 Routine/Periodic Yes No 8/22/2003 iMLB0320249011 Comments on Inspection: Well sign is mostly illegible and does not list operator. Violation Rule 103. LEVICK B STATE 001 B-21-11S-27E _30-005-00309-00-00<u>__</u> *Significant Corrective Inspection Type Inspection Inspector Violation? Inspection No. Non-Compliance? Date Action Due By: 07/21/2003 Mike Bratcher Yes No 8/22/2003 Routine/Periodic iMLB0320250962 Comments on Inspection: Well sign does not list operator. Violation Rule 103. D-21-11S-27E **LEVICK A STATE 001** 30-005-00312-00-00 *Significant Inspection Corrective Violation? Date Type Inspection Inspector Non-Compliance? Action Due By: Inspection No. 07/21/2003 Routine/Periodic Mike Bratcher Yes No 8/22/2003 iMLB0320248664 Well sign lists Mountain States Pet as operator. Records indicate Slayton Resources. Violation Comments on Inspection:

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 Divison 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

Rule 103.

Note: nformation 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.