

**marbob**  
energy corporation

RECEIVED  
MAY 24 2004  
OCC-ARTESIA

May 21, 2004

Oil Conservation Division  
1301 W. Grand  
Artesia, NM 88210

Attn: Gerry Guye

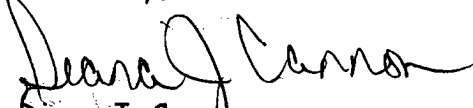
Re: Notice of Violation  
D State #34  
A-35-17S-28E  
30-015-01737

Gerry:

In response to your letter of 4/8/04 (copy attached), Gerald Herrera, of Marbob Energy, spoke with you on the telephone on 5/19/04 regarding the above referenced Notice of Violation. He received your verbal approval to postpone closing the workover pit pending our work on the well in the near future.

If you have any questions or require further information, please contact Gerald at 513-0582, or myself at 748-3303. Thank you for your help in this matter.

Sincerely,

  
Diana J. Cannon  
Production Analyst

SEE well history



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

Oil Conservation Division

08-Apr-04

APR 13 2004

**MARBOB ENERGY CORP**

PO BOX 227

ARTESIA NM 88211-0227

## 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 the 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 on a timely basis after the proposal has been evaluated.

In the event that a satisfactory response is not received within the time period shown above, further enforcement will occur. Such order summoning you to a hearing before a Division of the Department of Energy, Minerals and Natural Resources. Failure to appear at the hearing could result in the well being permanently plugged and abandoned. Such action would be a violation of OCD rules.

GERALD SPOKE  
W/ GERRY GUYE  
ON PHONE 5/19/04  
POSTPONED CLOSING  
W/O PIT PENDING  
WORK ON WELL IN  
NEAR FUTURE-

g procedures

on Due By:" date  
Division for an  
uld not be ordered  
TIES for your

### IDLE WELL

**D STATE** 034 A-35-17S  
**Inspection Date:** 4/8/2004 11:03:28 AM  
**Type Inspection** **Inspect**  
Routine/Periodic Gerry  
**Comments on Inspection:** Workover Pit open.

EG0409939815

10/10/2004

on-Compliance?

No

Thank you for your prompt attention to this matter and your efforts in maintaining the structure of the oil and gas industry.

Sincerely,

Artesia OCD District Office

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