

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop Cabinet Secretary Lori Wrotenbery

Director

Oil Conservation Division

22-Sep-03

BP AMERICA PRODUCTION COMPANY

PO BOX 22048

TULSA OK 74121-0000

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:

- and 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 **EMPIRE ABO UNIT 022** F-31-17S-28E 30-015-01643-00-00 Inspection No. iGEG0326145331 Inspection Date: Corrective Action Due by: 12/22/2003 9/18/2003 12:35:25 PM Type Inspection Inspector Violation? *Significant Non-Compliance? Routine/Periodic Gerry Guye Yes No Comments on Inspection: Idle well (Rule 201). TA status expired Feb 2003. EMPIRE ABO UNIT 023A J-31-17S-28E 30-015**-01650-00-00**. Inspection No. iGEG0326147844 Corrective Action Due by: 12/22/2003 Inspection Date: 9/18/2003 1:16:11 PM Type Inspection Inspector Violation? *Significant Non-Compliance? Routine/Periodic Gerry Guye Yes No Comments on Inspection: Idle Well (Rule 201). Last production 1973. **EMPIRE ABO UNIT 022B** K-31-17S-28E 30-015-01651-00-00 Inspection No. iGEG0326148308

Inspection Date: 9/18/2003 1:25:03 PM Corrective Action Due by: 12/22/2003 Violation? Type Inspection Inspector *Significant Non-Compliance? Routine/Periodic Gerry Guye Yes No Comments on Inspection: Idle well (Rule 201). Last production 1999 B-35-17S-28E **EMPIRE ABO UNIT 392** 30-015-22818-00-00 Inspection No. iGEG0326135688 Inspection Date: 9/18/2003 9:54:39 AM Corrective Action Due by: 12/22/2003 Violation? Type Inspection Inspector *Significant Non-Compliance? Yes Routine/Periodic Gerry Guye No Comments on Inspection: idle well (Rule 201). **EMPIRE ABO UNIT 393** B-35-17S-28E 30-015-22819-00-00 Inspection No. iGEG0326135914 **Inspection Date:** 9/18/2003 9:58:30 AM Corrective Action Due by: 12/22/2003 Violation? Type Inspection Inspector *Significant Non-Compliance? Routine/Periodic Gerry Guye Yes No Comments on Inspection: Idle well (Rule 201). TA status expired May 2003. B-35-17S-28E **EMPIRE ABO UNIT 395** 30-015-22843-00-00 Inspection No. iGEG0326138962 Inspection Date: 9/18/2003 10:49:13 AM Corrective Action Due by: 12/22/2003 Violation? Type Inspection Inspector *Significant Non-Compliance?

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.

Yes

No

Gerry Guye

Idle well (Rule 201). TA status expired in Oct 2002

Sincerely,

Artesia OOD District Office

200

Routine/Periodic

Comments on Inspection:

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