

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop Cabinet Secretary

7001 1940 0001 9971 5505

Field In specific Pengam "From a ving the Lorerity of Our Engagingery" Mark E. Fesmire, P.E. Duector

Oil Conservation Division

13-Nov-07

ASPEN OIL INC PO BOX 2674 **HOBBS NM 88241**

02-07-215 LOV NO.

LETTER 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

Yes

DELHI No.007

A-36-17S-27E

30-015-00646-00-00

Inspection

Type Inspection

Inspector

*Significant Violation?

Corrective

Date 11/02/2007

Routine/Periodic

Kimberly Wilson

Non-Compliance?

No

Action Due By:

Inspection No.

11/30/2007 iKMW0730649879

Comments on Inspection:

Work over pit still open. Oil and water must be taken off the top of the pit. Violation of Rule 50.

Please submit a C-144.

M. Wilson

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.

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