

# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Jon Goldstein**  
Cabinet Secretary

**Jim Noel**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



**\*Response Required – Deadline Enclosed\***

*Field Inspection Program  
"Preserving the Integrity of Our Environment"*

15-Apr-10

**DORAL ENERGY CORP.**  
415 W. WALL ST, SUITE 500  
MIDLAND TX 79701

**LOVNO 02-09-147**

**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***

**HUMBLE STATE No.004**

<b>Inspection Date</b>	<b>Type Inspection</b>	<b>Inspector</b>	<b>Violation?</b>	<b>N-19-17S-29E</b>	<b>*Significant Non-Compliance?</b>	<b>30-015-03008-00-00</b>	<b>Corrective Action Due By:</b>	<b>Inspection No.</b>
04/15/2010	Routine/Periodic	Kimberly Wilson	Yes		No		5/12/2010	iKMW101055532
<b>Comments on Inspection:</b>		Inspection of this site on April 13, 2010, found oil/fluids pooled at wellhead and running onto location which violates NMAC 19.15.2.8 and NMAC 19.15.29.8.						

Operator must submit a C-141 to NMOCD District II office no later than May 15, 2010. A remediation work plan proposal may be required.

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,

*Kimberly M. Wilson*  
Artesia OCD District Office

Oil Conservation Division \* 1220 South St. Francis Drive  
\* Santa Fe, New Mexico 87505

\* Phone: (505) 476-3440 \* Fax (505) 476-3462\* <http://www.emnrd.state.nm.us>



30-015-03008

