

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"

17-Apr-03

SAGA PETROLEUM LIMITED LIABILITY CO.
415 W WALL STE 1900
MIDLAND, TX 79701-0000

Dear Operator:

The following inspection(s) indicate one or more violations as described in the detail section below. The inspection(s) indicates that the well, equipment, location or operational status failed to meet standards of the New Mexico Oil Conservation Division. 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 below 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.

Please notify the proper district office of the Division 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

WEST HENSHAW PREM UNIT 001N		M-2-16S-30E	30-015-03826-00-00		
Inspection			*Significant	Corrective	
Date	Type Inspection	Inspector	Non-Compliance?	Action Due By:	Inspection No.
04/14/2003	MIT Witnessed -	Gerry Guye	No	7/18/2003	iGEG0302147825
Comments on Inspection:		No bradenhead connection visible. Cellar must be dug out to bradenhead and a connection plumbed to surface to facilitate the monitoring of the area behind the production casing.			
WEST HENSHAW PREM UNIT 005		O-3-16S-30E	30-015-03844-00-00		
Inspection			*Significant	Corrective	
Date	Type Inspection	Inspector	Non-Compliance?	Action Due By:	Inspection No.
04/14/2003	MIT Witnessed -	Gerry Guye	No	7/18/2003	iGEG0302147847
Comments on Inspection:		No Well Sign.			
WEST HENSHAW PREM UNIT 007		C-10-16S-30E	30-015-03884-00-00		
Inspection			*Significant	Corrective	
Date	Type Inspection	Inspector	Non-Compliance?	Action Due By:	Inspection No.
04/14/2003	MIT Witnessed -	Gerry Guye	No	7/18/2003	iGEG0302147901
Comments on Inspection:		No bradenhead connection visible. Cellar must be dug out to bradenhead and a connection plumbed to surface to facilitate the monitoring of the area behind the production casing.			

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infra-structure of the oil and gas industry.

Sincerely,


Artesia OGD District Office