

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director

Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

09-Dec-04

PURE RESOURCES, LP 500 W ILLINOIS AVE MIDLAND TX 79707

NOTICE 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.

PARDUE F	ARMS 27 No	.002			B-27-23S-28E	30-015-23710-00-00	
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/09/2004	Routine/Periodic		Mike Bratcher	Yes	No	1/10/2005	iMLB0434441042
	Violations						
	Surface Leaks/S	pills					
		required. V	iolation Rule 13 and Rul	le 116.			
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Inspection	ARMS 27 No		Inspector	Violation?	N-27-23S-28E *Significant	30-015-23844-00- Corrective	
Inspection Date	Type Inspection	n	Inspector Mike Bratcher		*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Inspection		n	Inspector Mike Bratcher	Violation? Yes	*Significant	Corrective	
Inspection Date	Type Inspection	on odic	•		*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.

PARDUE FARMS 27 No.007

A-27-23S-28E

No

30-015-26036-00-00

Inspection Date 12/09/2004

Type Inspection

Inspector

*Significant Violation? Non-Compliance?

Corrective Action Due By:

Inspection No.

Violations

Mike Bratcher

Yes

1/10/2005

iMLB0434447613

Surface Leaks/Spills

Routine/Periodic

Location needs attention. Area outside of fence on East side of wellhead has oil pooled.

Remediation required. Violation Rule 13 and Rule 116.

PARDUE FARMS 26 No.004

Comments on Inspection:

C-26-23S-28E

30-015-26862-00-00

Inspection

Date 12/09/2004

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

Violations

Routine/Periodic

Mike Bratcher

Yes

No

1/10/2005

iMLB0434442447

Surface Leaks/Spills

Comments on Inspection:

Equipment and Location needs major attention. Stuffing box is leaking. Area at wellhead is saturated and produced fluids are pooled and running out on location. This well appears to have been leaking for a considerable amount of time. Equipment repair and remediation of released fluids is required. Violation Rule 13 and Rule 116.

PARDUE FARMS 27 No.009

G-27-23S-28E

30-015-26863-00-00

Inspection

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

12/09/2004

Routine/Periodic

Mike Bratcher

Yes

No

1/10/2005

iMLB0434444936

Violations

Surface Leaks/Spills

Comments on Inspection:

Equipment and Location needs major attention. Leaks at wellhead has surrounding area saturated with produced fluids. Violation Rule 13 and Rule 116. Repair and remediation required. Well was not pumping at time of inspection.

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.

Mike Searcher

Artesia OCD District Office

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.