

NEW MEXICO ENERGY, MINERALS NATUI RESOURCES DEPARTMENT

BILL RICHARDSON

Cabinet Secreta

Governor Joanna Prukoo

MAR 1 2 2007 OCD - ARTESIA, NM Mark E. Fesmire, P.E.

Director

ervation Division

13-Feb-07

COG OPERATING LLC 550 W TEXAS SUITE 1300 MIDLAND TX 79701

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

F M ROBINSON No.001 WORK HAS BEEN DONE. 2-27-07

E-27-17S-29E

30-015-22037-00-00

Inspection

Type Inspection

Phyllis A. Edwards Regulatory Analyst Inspector

*Significant Violation?

Corrective

Date 02/13/2007

Routine/Periodic

Non-Compliance?

Action Due By:

Inspection No.

Gerry Guye

No

5/19/2007

iGEG0704442182

Comments on Inspection:

Yes Workover Pit Open. Request for pit closure approved June 2005. Violation of Rule 50.

TEXACO BE No.004

A-16-17S-30E

30-015-26233-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

02/13/2007 Routine/Periodic

Gerry Guye

Yes

5/19/2007 iGEG0704439536

Comments on Inspection:

Pit on location has not been contoured to prevent erosion and ponding of rainwater. Rule

19.15.2.50.F.(2) WORK HAS BEFN DONE 2-27-07 Phyllis A. Edwards Regulatory Analyst

The above corrections have been made.

Phyllis A. Edwards COG Operating LLC

Regulatory Analyst

432-685-4340