

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Mewbourne Oil Company PO Box 5270 Hobbs NM 88241 ATTN: Mickey Young June 15, 2007

Reference: Pavo 11 St Com 001 I-11-18s-29e 30-015-34439 Eddy County New Mexico

Dear Mr. Young,

I received a call on June 14, 2007 from a BLM field inspector reporting oil on the fluid surface in the drilling pit at the above referenced well site. An inspection by OCD on June 15, 2007 has confirmed this report. As you are aware, Rule 19.15.2.50 [NMAC] requires that any visible or measurable layer of oil be removed from pits. Please make arrangements to have the oil removed from this pit immediately, and contact the NMOCD District 2 office to report date and time this has been accomplished. If after normal working hours, you may leave a message on my office voice mail.

This is the third identified violation of NMOCD Rules for this drilling pit. Please prioritize the closure of this pit to prevent further violations.

Sincerely.

Mile Senson
Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
(505) 748-1283 Ext. 108 (Office)
(505) 626-0857 (cell)

ec: Mickey Young