

015-32129

BEPCO, L.P.
P. O. Box 2760
Midland, Texas 79702

JAN 14 2008
OCD-ARTESIA

432-683-2277

January 10, 2008

FAX: 432-687-0329

RE: BEPCO, L.P. Poker Lake Unit #183
30-015-32129-00-00
LOV No. 02-08-001
File: WF PLU 183

New Mexico Energy, Minerals and
Natural Resources Department
1301 W. Grand
Artesia, NM 88210

Mr. Ron Harvey



The Poker Lake Unit #183 is listed with Pit Violations on December 26, 2007. Corrective action will be taken forth-with.

BEPCO, L. P. has an approved BLM APD for Poker Lake Unit #183 thru March 15, 2008. BEPCO, L. P. plans to drill Poker Lake Unit #183 before that date. Remedial action for said pit liner violation is scheduled for 10:00 AM MST for January 17, 2008. The liner will be repaired or removed and replaced. The pit was emptied of fluid on January 10, 2008 and fence repaired on that date.

If you have any questions please contact C. K. Jenkins or Annette Childers at 432-683-2277.

Sincerely,



C. K. (Buddy) Jenkins
Assistant Drilling Supt.

CKJ/mac

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NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

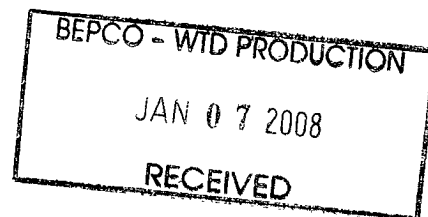
Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

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



26-Dec-07

BEPCO, LP

PO BOX 2760

MIDLAND TX 79702

LOV NO. 02-08-001

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

POKER LAKE UNIT No.183

C-7-24S-30E

30-015-32129-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/26/2007	Routine/Periodic	Ron Harvey	Yes	No	1/27/2008	iREH0736044149
Violations						
Emergency/Temporary Pits						

Comments on Inspection: Well listed as cancelled. Location has open cellar and open drilling pit. Pit is full of fluids. Pit liner is breached in several locations and pit fence is down in several locations. Violation of Rule 50. Operator must repair breached liner or close drilling pit in accordance with OCD guidelines no later than 1/27/2008. Photos taken.

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,


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