

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"

09-Dec-03

SLAYTON RESOURCES INC

PO BOX 2035 ROSWELL, NM 88202-2035

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.

		INSPECTIO	N DETAIL	SECTION		
HANSON A Inspection Date	STATE 002 Type Inspection	I-16-	11S-27E Violation?	30-005-00209-00-0 *Significant Non-Compliance?	00 Corrective Action Due By:	Inspection No.
12/08/2003	Routine/Periodic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334334438
Comments	on Inspection: Well sign	does not list correct opera	tor. Violation	Rule 103. Oil pooled a	it wellhead.	
LEVICK C STATE 001 Inspection			M-15-11S-27E		00 Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/08/2003	Routine/Periodic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334333742
Comments	on Inspection: Well sign	does not list operator. Vio	olation Rule 1	03.		
LEVICK C STATE 002		L-15	L-15-11S-27E		30-005-00287-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/08/2003	Routine/Periodic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334331378
Comments	on Inspection: Well sign	does not list operator. Vi	olation Rule 1	03. Oil is pooled at wel	lhead.	

Inspection	STATE 002	-		5-11S-27E Violation?	30-005-00291-00-00 *Significant	Corrective	Inspection No.
Date 12/08/2003	Type Inspection Routine/Period		Inspector Mike Bratcher	Yes	Non-Compliance?	Action Due By: 3/12/2004	iMLB0334329608
	n Inspection:		not list operator. Vi			3/12/2004	IVILB0334329008
			-				
LEVICK D Inspection			A-1:	5-11S-27E	30-005-00293-00-00 *Significant	Corrective	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/08/2003	Routine/Peri	odic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334328926
Comments	n Inspection:	Well sign illegi	ble and does not lis	t operator. Viol	lation Rule 103.		
LEVICK C	STATE 006		L-1:	5-11S-27E	30-005-00294-00-00 *Significant	Corrective	
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/08/2003	Routine/Peri	odic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334334048
Comments of	on Inspection:	Well sign is mo	stly illegible and do	oes not list oper	rator. Violation Rule 103.		
HANSON A STATE 001			P-16-11S-27E		30-005-00295-00-00 *Significant	Corrective	
Inspection Date	Type Inspection	วก	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
12/08/2003	Routine/Peri		Mike Bratcher	Yes	No	3/12/2004	iMLB0334334189
Comments of	n Inspection:	Well sign does	not list correct oper	rator. Violation	Rule 103. Oil pooled at v	vellhead.	
HANSON B STATE 001		N-16-11S-27E		30-005-00298-00-00			
Inspection Date	Type Inspection	on .	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
12/08/2003	Routine/Peri	odic	Mike Bratcher	Yes	No	3/12/2004	iMLB0334334763
Comments	on Inspection:	Well sign does	not list operator. V	iolation Rule 10	03. Oil pooled at wellhead	l	
I EVICE D STATE 002							
LEVICK R	STATE 002		Δ-2	1-11S-27F	30-005-00310-00-00		
LEVICK B	STATE 002 Type Inspection	∍n	A-2	1-11S-27E Violation?	30-005-00310-00-00 *Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Inspection					*Significant		Inspection No.
Inspection Date 12/08/2003	Type Inspection	odic	Inspector Mike Bratcher	Violation? Yes	*Significant Non-Compliance?	Action Due By: 3/12/2004	•
Inspection Date 12/08/2003 Comments of	Type Inspection Routine/Perion Inspection:	odic Well sign illegi	Inspector Mike Bratcher ble and does not lis	Violation? Yes	*Significant Non-Compliance? No lation Rule 103. Oil poole	Action Due By: 3/12/2004	•
Inspection Date 12/08/2003 Comments of	Type Inspection	odic Well sign illegi	Inspector Mike Bratcher ble and does not lis	Violation? Yes	*Significant Non-Compliance? No	Action Due By: 3/12/2004	•
Inspection Date 12/08/2003 Comments of HANSON A Inspection	Type Inspection Routine/Perion Inspection:	odic Well sign illegi on	Inspector Mike Bratcher ble and does not lis	Violation? Yes st operator. Viol	*Significant Non-Compliance? No lation Rule 103. Oil poole 30-005-01416-00-00 *Significant	Action Due By: 3/12/2004 d at wellhead.	iMLB0334334573
Inspection Date 12/08/2003 Comments of HANSON A Inspection Date 12/08/2003	Type Inspection Routine/Perion Inspection: STATE 100 Type Inspection	odic Well sign illegi on odic	Inspector Mike Bratcher ble and does not lis I-16 Inspector	Violation? Yes st operator. Viol 5-11S-27E Violation? Yes	*Significant Non-Compliance? No lation Rule 103. Oil poole 30-005-01416-00-00 *Significant Non-Compliance? No	Action Due By: 3/12/2004 d at wellhead. Corrective Action Due By:	iMLB0334334573 Inspection No.
Inspection Date 12/08/2003 Comments of HANSON A Inspection Date 12/08/2003 Comments of	Type Inspection Routine/Perion Inspection: STATE 100 Type Inspection Routine/Perion Inspection:	odic Well sign illegi on odic	Inspector Mike Bratcher ble and does not lis I-16 Inspector Mike Bratcher not list correct open	Violation? Yes st operator. Violation? Violation? Yes rator. Violation	*Significant Non-Compliance? No lation Rule 103. Oil poole 30-005-01416-00-00 *Significant Non-Compliance? No	Action Due By: 3/12/2004 at wellhead. Corrective Action Due By: 3/12/2004	iMLB0334334573 Inspection No.
Inspection Date 12/08/2003 Comments of HANSON A Inspection Date 12/08/2003	Type Inspection Routine/Perion Inspection: STATE 100 Type Inspection Routine/Perion Inspection:	odic Well sign illegi on odic Well sign does	Inspector Mike Bratcher ble and does not lis I-16 Inspector Mike Bratcher not list correct open	Violation? Yes st operator. Viol 5-11S-27E Violation? Yes	*Significant Non-Compliance? No lation Rule 103. Oil poole 30-005-01416-00-00 *Significant Non-Compliance? No Rule 103. 30-005-10205-00-00 *Significant	Action Due By: 3/12/2004 dat wellhead. Corrective Action Due By: 3/12/2004 Corrective	iMLB0334334573 Inspection No.
Inspection Date 12/08/2003 Comments of HANSON A Inspection Date 12/08/2003 Comments of LEVICK C Inspection	Type Inspection Routine/Perion Inspection: STATE 100 Type Inspection Routine/Perion Inspection:	odic Well sign illegi on odic Well sign does on	Inspector Mike Bratcher ble and does not lis I-16 Inspector Mike Bratcher not list correct oper	Violation? Yes st operator. Violation? Yes rator. Violation	*Significant Non-Compliance? No lation Rule 103. Oil poole 30-005-01416-00-00 *Significant Non-Compliance? No Rule 103.	Action Due By: 3/12/2004 dat wellhead. Corrective Action Due By: 3/12/2004	iMLB0334334573 Inspection No. iMLB0334334321

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.

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Artesia OCD District Office

Note: nformation 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.