

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

SUSANA MARTINEZ

Governor

John H. Bemis Cabinet Secretary Jami Bailey
Director
Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Unvironment"

27-Sep-12

ASHER ENTERPRISES LTD. CO. 12808 LORIEN WAY

OKLAHOMA CITY OK 73170

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

Yes

LAWTON STATE No.002

P-10-13S-33E

30-025-01070-00-00

Inspection Date

09/27/2012

Type Inspection

Inspector

Plugged Well Surface Restor Maxey Brown

Violation? Non-

*Significant Non-Compliance?

No

Corrective Action Due By: 10/31/2012

Inspection No. iMGB1227130433

Comments on Inspection:

DO NOT RELEASE. RULE 19.15.25.10. MARKER IS CORRECT. NEED TO REMOVE 3 TANKS, GAS STAK-PAK, FENCING, MISC STEEL PIPING, SEVERAL FEET OF WIRE ROPE, POLYPIPE AND MISC JUNK FROM LOC. THIS IS 2ND AND FINAL LETTER OF NON-COMPLIANCE. FAILURE TO COMPLY WILL RESULT IN ADMINSTRATIVE CONFERENCE WITH MR. E.L. GONZALES (OCD DISTRICT I SUPERVISOR) AND

POSSIBLE FORFEITURE OF BOND. MGB.

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.

Sincerely,

COMPLIANCE OFFICER

Hobbs 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.

EMNRD OIL CONSERVATION DIVISION 1625 N FRENCH DRIVE HOBBS NM 88240

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Mailed From 58240

09/28/12

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