



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

JUL 24 2007

**BILL RICHARDSON**

Governor

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Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

*Field Inspection Program*

*"Preserving the Integrity of Our Environment"*

20-Jul-07

**PENROC OIL CORP**

PO BOX 2769

HOBBS NM 88241-2769



**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

**NEW MEX A No.002**

O-25-16S-33E

30-025-01269-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2007	Routine/Periodic	Maxey Brown	Yes	No	10/22/2007	iMGB0720047516
<b>Violations</b> Absent Well Identification Signs (Rule 103) <i>well taken over - George Kenemore &amp; converted to SWF.</i>						
<b>Comments on Inspection:</b> NO Well Sign (Rule 103). NEED TO INSTALL WELL SIGN. THIS IS 1ST LETTER OF NON-COMPLIANCE.						

**NEW MEX A No.003**

J-25-16S-33E

30-025-01270-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2007	Plugged Well Surface Restor	Maxey Brown	Yes	No	10/22/2007	iMGB0720046826
<b>Comments on Inspection:</b> DO NOT RELEASE. NEED TO CUT OFF BOLTS FROM CONCRETE BASE, ALSO REMOVE FLOWLINE AND FUEL GASLINE FROM LOCATION. PICKUP MISC JUNK (BOLTS, WOOD SILLS LAYING ON GROUND) RULE 202. THIS IS 1ST LETTER OF NON-COMPLIANCE.						

492  
1236  
March

OK to Release  
MGB  
9/18/2007

dm