



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

JUN 11 2007

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Field Inspection Program

"Preserving the Integrity of Our Environment"

07-Jun-07



LETTER OF VIOLATION - Inspection

~~NOVY OIL & GAS, INC~~

125 N. MARKET, STE 1230

WICHITA KS 67202

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

STATE 17 No.001

K-17-10S-34E

30-025-22582-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
06/07/2007	Plugged Well Surface Restor	Maxey Brown	Yes	No	9/10/2007	iMGB0715824484
Comments on Inspection: DO NOT RELEASE. NEED TO REMOVE TREATER FROM WESTSIDE OF LOCATION, ALSO LEVEL OLD TANK PAD BACK TO NATURAL CONTOUR. THIS IS 1ST LETTER OF NON-COMPLIANCE. 8-22-07 8-30-07						

This work was completed 8-30-07-

OK to Release 9/11/2007 MGS

*NOVY Oil & Gas
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