



# 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"*

08-Feb-08

## **FOREST OIL CORPORATION**

3504 W. County Rd.

Hobbs NM 88240

### **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**

| MALJAMAR GRAYBURG UNIT No.025               |                             |                                                                                               |            | M-4-17S-32E                  | 30-025-00459-00-00        |                |
|---------------------------------------------|-----------------------------|-----------------------------------------------------------------------------------------------|------------|------------------------------|---------------------------|----------------|
| Inspection Date                             | Type Inspection             | Inspector                                                                                     | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
| 02/08/2008                                  | Routine/Periodic Violations | Maxey Brown                                                                                   | Yes        | No                           | 5/13/2008                 | iMGB0803946205 |
| Absent Well Identification Signs (Rule 103) |                             |                                                                                               |            |                              |                           |                |
| Comments on Inspection:                     |                             | NO Well Sign (Rule 103). NEED CURRENT OPERATOR ON SIGN. THIS IS 1ST LETTER OF NON-COMPLIANCE. |            |                              |                           |                |

| MALJAMAR GRAYBURG UNIT No.015 |                             |                                                                                                                       |            | E-4-17S-32E                  | 30-025-00467-00-00        |                |
|-------------------------------|-----------------------------|-----------------------------------------------------------------------------------------------------------------------|------------|------------------------------|---------------------------|----------------|
| Inspection Date               | Type Inspection             | Inspector                                                                                                             | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
| 02/08/2008                    | Plugged Well Surface Restor | Maxey Brown                                                                                                           | Yes        | No                           | 5/13/2008                 | iMGB0803942759 |
| Comments on Inspection:       |                             | DO NOT RELEASE. NEED TO CORRECT MARKER. MUST INCLUDE UNIT LETTER (E). RULE 202. THIS IS 1ST LETTER OF NON-COMPLIANCE. |            |                              |                           |                |

**MALJAMAR GRAYBURG UNIT No.079**

C-4-17S-32E

**30-025-33207-00-00**

| Inspection Date                                                                                                                                                                                               | Type Inspection  | Inspector   | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|-------------|------------|------------------------------|---------------------------|----------------|
| 02/08/2008                                                                                                                                                                                                    | Routine/Periodic | Maxey Brown | Yes        | No                           | 3/13/2008                 | iMGB0803942244 |
| <b>Violations</b><br>Absent Well Identification Signs (Rule 103)                                                                                                                                              |                  |             |            |                              |                           |                |
| <b>Comments on Inspection:</b> NO Well Sign (Rule 103). NEED TO INSTALL WELL SIGN. CALLED R. RAGLAND 12/11/2007, ALSO TALKED TO PUMPER ASKING FOR SIGN TO BE INSTALLED. THIS IS 1ST LETTER OF NON-COMPLIANCE. |                  |             |            |                              |                           |                |

**MALJAMAR GRAYBURG UNIT No.100**

N-4-17S-32E

**30-025-33298-00-00**

| Inspection Date                                                                                                              | Type Inspection  | Inspector   | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
|------------------------------------------------------------------------------------------------------------------------------|------------------|-------------|------------|------------------------------|---------------------------|----------------|
| 02/08/2008                                                                                                                   | Routine/Periodic | Maxey Brown | Yes        | No                           | 5/13/2008                 | iMGB0803945900 |
| <b>Violations</b><br>Absent Well Identification Signs (Rule 103)                                                             |                  |             |            |                              |                           |                |
| <b>Comments on Inspection:</b> Well Sign (Rule 103). NEED CURRENT OPERATOR ON WELL IS. THIS IS 1ST LETTER OF NON-COMPLIANCE. |                  |             |            |                              |                           |                |

**MALJAMAR GRAYBURG UNIT No.098**

O-4-17S-32E

**30-025-33372-00-00**

| Inspection Date                                                                                                                | Type Inspection  | Inspector   | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
|--------------------------------------------------------------------------------------------------------------------------------|------------------|-------------|------------|------------------------------|---------------------------|----------------|
| 02/08/2008                                                                                                                     | Routine/Periodic | Maxey Brown | Yes        | No                           | 5/13/2008                 | iMGB0803946827 |
| <b>Violations</b><br>Absent Well Identification Signs (Rule 103)                                                               |                  |             |            |                              |                           |                |
| <b>Comments on Inspection:</b> Well Sign (Rule 103). NEED CURRENT OPERATOR ON WELL SIGN. THIS IS 1ST LETTER OF NON-COMPLIANCE. |                  |             |            |                              |                           |                |

**MALJAMAR GRAYBURG UNIT No.090**

O-4-17S-32E

**30-025-33380-00-00**

| Inspection Date                                                                                                          | Type Inspection  | Inspector   | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
|--------------------------------------------------------------------------------------------------------------------------|------------------|-------------|------------|------------------------------|---------------------------|----------------|
| 02/08/2008                                                                                                               | Routine/Periodic | Maxey Brown | Yes        | No                           | 5/13/2008                 | iMGB0803947238 |
| <b>Violations</b><br>Absent Well Identification Signs (Rule 103)                                                         |                  |             |            |                              |                           |                |
| <b>Comments on Inspection:</b> NO Well Sign (Rule 103). NEED TO INSTALL WELL SIGN. THIS IS 1ST LETTER OF NON-COMPLIANCE. |                  |             |            |                              |                           |                |

**MALJAMAR GRAYBURG UNIT No.099**

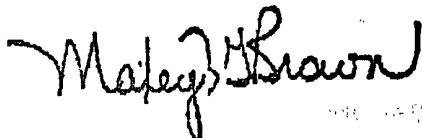
O-4-17S-32E

**30-025-33381-00-00**

| Inspection Date                                                                                                                | Type Inspection  | Inspector   | Violation? | *Significant Non-Compliance? | Corrective Action Due By: | Inspection No. |
|--------------------------------------------------------------------------------------------------------------------------------|------------------|-------------|------------|------------------------------|---------------------------|----------------|
| 02/08/2008                                                                                                                     | Routine/Periodic | Maxey Brown | Yes        | No                           | 5/13/2008                 | iMGB0803946603 |
| <b>Violations</b><br>Absent Well Identification Signs (Rule 103)                                                               |                  |             |            |                              |                           |                |
| <b>Comments on Inspection:</b> Well Sign (Rule 103). NEED CURRENT OPERATOR ON WELL SIGN. THIS IS 1ST LETTER OF NON-COMPLIANCE. |                  |             |            |                              |                           |                |

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,



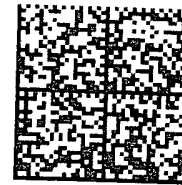
Hobbs OCD District Office

**COMPLIANCE OFFICER**

**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



HASLER  
014H15215335  
\$0.410  
02/08/2008  
Mailed From 88240  
US POSTAGE

FOREST OIL CORPORATION  
3504 W. COUNTY RD.  
HOBBS NM 88240