



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"*

31-Jan-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

CAPROCK MALJAMAR UNIT No.070				J-20-17S-33E	30-025-01490-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/30/2008	Routine/Periodic	Mark Whitaker	Yes	No	4/11/2008	iMAW0803046768
Violations						
Emergency/Temporary Pits						
Comments on Inspection:		Well is inactive. Lined pit still open. No record of pit registration, a violation of Rule 50. NEED TO REGISTER PIT, SUBMIT PLAN TO CLOSE PIT, AND CLOSE AS PER OCD GUIDELINES. ALSO NEED TO FILE FORM C-103 FOR ANY WORK THAT WAS PERFORMED ON WELL. 1st letter of non-compliance. MW				

CAPROCK MALJAMAR UNIT No.056				G-20-17S-33E	30-025-01506-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/30/2008	Routine/Periodic	Mark Whitaker	Yes	No	4/11/2008	iMAW0803044540
Violations						
Emergency/Temporary Pits						
Comments on Inspection:		Operator flowing well. Lined pit NE of well. Junk tbg protectors on location. No record of pit registration, a violation of Rule 50. NEED TO REGISTER PIT, SUBMIT PLAN TO CLOSE PIT, AND CLOSE PIT AS PER OCD GUIDELINES. REMOVE JUNK AND TRASH FROM LOCATION. ALSO NEED TO FILE FORMS C-103, C-104, & C-105. 1st letter of non-compliance. MW				

CAPROCK MALJAMAR UNIT No.210

O-20-17S-33E

30-025-33281-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/30/2008	Routine/Periodic	Mark Whitaker	Yes	No	3/7/2008	iMAW0803041955

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection: No change in well status. Well still idle. No well sign on location (see Rule 103). NEED TO INSTALL NEW WELL SIGN. 1st letter of non-compliance. MW

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,


COMPLIANCE OFFICER

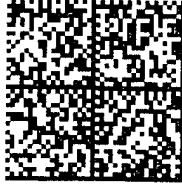
Hobbs OCD District Office

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

FOREST OIL CORP
3504 W. COUNTY RD.
HOBBS, NM 88240



014H15215335

HASLER

\$0.410

01/31/2008

Mailed From 88240

US POSTAGE