

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

05-May-08

ASPEN OPERATING COMPANY LLC 210 WEST SIXTH STREET SUITE 1301

FORT WORTH TX 76102

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 DETA	IL SECTION	
	D 22 100 26E	20.00

GAINER U	NIT No.001			D-22-10S-36E	30-025-34201-00-0	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/01/2008	Routine/Periodic	Maxey Brown	Yes	No	5/15/2008	iMGB0812242369

Violations

Tank Battery Equipment (Rules 114, 115)

Surface Leaks/Spills Surface Release

Comments on Inspection:

FIRE AND PRODUCED FLUID SPILL. RULE 116. GRASS FIRE 4/30/2008, BURNED ACROSS LOCATION. POLYLINES BURNED, CENTER OIL TANK LEAKING OIL INTO DIKED AREA. CHRIS WILLIAMS WAS ABLE TO CONTACT ASPEN. NEED TO REMOVE

LIQUIDS FROM GROUND AND MAKE NEED REPAIRS TO AVOID

ADDITIONALCONTAMINATION . ALSO SUBMIT C-141 TO HOBBS OCD OFFICE, ATTENTION LARRY JOHNSON 575-393-6161 EXT 111, FOR APPROVAL PRIOR TO

CLEANUP. 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 Divison 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



014H15215335 \$0.410 \$05/05/2008 Mailed From 88240

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