

NEW MEXICO ENERGY, MINERALS 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

STRATA PRODUCTION CO

PO BOX 1030 ROSWELL NM 88202-1030

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

L-32-7S-32E

30-041-20671-00-00

Inspection

Type Inspection

*Significant

Corrective

Inspection No.

Date

05/01/2008 Plugged Well Surface Restor Maxey Brown

Violation? Yes

Non-Compliance? No

Action Due By:

Comments on Inspection:

Inspector

8/4/2008

iMGB0812245490

DO NOT RELEASE. RULE 202. NEED TO REMOVE CUT OFF OR BENT OVER METAL T-POST AROUND LOCATION. MUST REMOVE BROKEN PIECES OF CONCRETE FROM

LOCATION. ALSO NEED TO REMOVE PIPING EASTSIDE OF LOCATION AND AT P/A MARKER. REMOVE MISC JU NK (WOODEN PALLET, WIRE FENCE PANEL, WIRE

CABLE, ETC.) THIS IS 1ST LETTER OF NON-COMPLIANCE.

a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown inforcement will occur. Such enforcement may include this office applying to the Division for an order to a hearing before a Divison Examiner in Santa Fe to show cause why you should not be ordered to permanently in this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.



strict 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



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