

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 "Preverging the Integrity of Our Lavironment"

21-May-08

ECHO PRODUCTION INC

PO BOX 1210 GRAHAM TX 76450

LETTER OF VIOLATION - Inspection

Dear Operator:

EIDSON No.001 Inspection

Date 05/20/2008

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.

INSPECTION DETAIL SECTION

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.

0.001			L-35-16S-35E 30-025-27751-00-00		00
Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Routine/Periodic	Mark Whitaker	Yes	No	7/31/2008	iMAW0814141996
Violations					
Absent Well Identification Si	gns (Rule 103)				

Absent Well Identification Si

Comments on Inspection: Well signs (Rule 103). Well signs do not reflect current operartor and do not have complete

information as required by current rules. NEED TO REPLACE WELL SIGNS. 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 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,

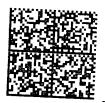
COMPLIANCE OFFICER

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

05/21/2008

Mailed From 88240

ECHO PRODUCTION INC PO BOX 1210 GRAHAM, TX 76450