

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"

26-Jun-08

ASHER ENTERPRISES LTD. CO.

12808 LORIEN WAY OKLAHOMA CITY OK 73170

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	ON DETAIL	SECTION		
STATE 1 No.001 Inspection Date Type Inspection			Inspector	Violation?	E-2-24S-34E *Significant Non-Compliance?	30-025-24319-00- Corrective Action Due By:	00 Inspection No.
06/24/2008	Compliance	Verification	Buddy Hill	Yes	No	7/22/2008	iLWH0817658436
	Violations Absent Well Ide	entification Signs (Rule 103)				
Comments	on Inspection:	LETTER DAT	***	LLYE JONES	TE 35 #001, NO SIG MEET ON LOCATION	N AT BATTERYPE ON FOR RE-	R
STATE 2 No.002 Inspection Date Type Inspection			Inspector	Violation?	K-2-24S-34E *Significant Non-Compliance?	30-025-24414-00- Corrective Action Due By:	·00 Inspection No.
06/24/2008	Compliance Verification		Buddy Hill	Yes	No	7/22/2008	iLWH0817658797
	Violations Absent Well Ide	entification Signs (Rule 103)				
		No Well Sign (Rule 103). PER LETTER DATED 6-9-08 BY KELLYE JONES, WELL SIGN IS GONE, NO SIGN AT BATTERYMEET ON LOCATION FOR RE-INSPECTIONSECOND NOTICE					

STATE 35 No.001

K-35-23S-34E

30-025-24517-00-00

Inspection

06/24/2008

Date Type Inspection

Inspector Buddy Hill Violation?

Yes

*Significant Non-Compliance? No Corrective Action Due By: 7/22/2008

Inspection No. iLWH0817657842

Violations

Absent Well Identification Signs (Rule 103)

Compliance Verification

Comments on Inspection:

PER LETTER DATED 6-9-08, SIGNED KELLYE JONES..WELL SIGN HAS NOT BEEN

CORRECTED..KELLYE JONES IS REQUIRED TO BE ON LOCATION FOR RE-

INSPECTION..SECOND NOTICE

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

V. W. Buddy Hill

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



ASHER ENTERPRISES LTD. CO. 12808 LORIEN WAY OKLAHOMA CITY OK 73170