



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

Oil Inspection Program

"Preserving the Integrity of Our Environment"

21-Jan-09

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

MALJAMAR GRAYBURG UNIT No.011				N-3-17S-32E	30-025-00446-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/21/2009	Bradenhead	John Harrison	Yes	No	4/26/2009	iJRH0902164599
Comments on Inspection:		BHT OK, OVER INJ. PRESSURE LIMIT.				

CAPROCK MALJAMAR UNIT No.084				P-20-17S-33E	30-025-01494-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/21/2009	Pressure Test	John Harrison	Yes	No	4/26/2009	iJRH0902162636
Comments on Inspection:		Idle Well (Rule 201), PRODUCTION 73 MONTHS OUT, OPEARTOR CONCEEDS, WELL WILL NOT PASS MIT.				

MALJAMAR GRAYBURG UNIT No.008				K-3-17S-32E	30-025-20318-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/21/2009	Bradenhead	John Harrison	Yes	No	4/26/2009	iJRH0902164393
Comments on Inspection:		BHT OK OVER INJECTION PRESSURE LIMIT				

MALJAMAR GRAYBURG UNIT No.152

F-4-17S-32E

30-025-33143-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/21/2009	Bradenhead	John Harrison	Yes	No	4/26/2009	iJRH0902164844
Comments on Inspection: BHT OK, OVER INJ. PRESSURE LIMIT, SHUT IN WELL.						

MALJAMAR GRAYBURG UNIT No.154

L-4-17S-32E

30-025-33628-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/21/2009	Bradenhead	John Harrison	Yes	No	4/26/2009	iJRH0902165094
Comments on Inspection: BHT OK, OPEN WORK OVER PIT ON LOCATION MUST BE CLOSED, OVER INJ. PRESSURE LIMIT.						

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,


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



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