



# 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"*

04-May-09

**CELERO ENERGY II, LP**

400 WEST ILLINOIS SUITE 1601

MIDLAND TX 79701

**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**

**CONE No.004**


J-12-17S-38E

**30-025-31882-00-00**

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/04/2009	Routine/Periodic	John Harrison	Yes	No	8/7/2009	iJRH0912433074
<b>Comments on Inspection:</b> Idle Well (Rule 201) WELL HAS NO REPORTED PRODUCTION IN 160 MONTHS, AND HAS BEEN DOCUMENTED SHUT IN SINCE 2005. RETURN TO PRODUCTION TA OR PLUG THE WELL.						

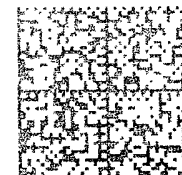
In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown  
above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order  
summoning you to a hearing before a Division Examiner 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,

 C.O.  
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**



HASLER	017H15554612	US POSTAGE
	<b>\$0.420</b>	
	05/04/2009	
	Mailed From 88240	

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MIDLAND, TX 79701**