

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

08-Jul-09

MIDLAND OPERATING INC.

3100 NORTH "A", SUITE E-120 MIDLAND TX 79705

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.

INCPE	CTION	DETAIL	SECTION
HYSEL	CIICIY	DEIAIL	DECITOR

LANGLIE I	MATTIX WOOLWOR	TH UNIT No.122		F-34-24S-37E	30-025-11344-00	-00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/07/2009	Routine/Periodic	Mark Whitaker	Yes	No	10/10/2009	iMAW0918841959
	Violations					
	Surface Damage/Restoration	ı				
Comments		RELEASE. Dry hole mark on need to be removed. M		, , , , , , , , , , , , , , , , , , ,		
	MATTIX WOOLWOR	TH UNIT No.151		J-34-24S-37E	30-025-11351-00	-00
LANGLIE I	MATTIX WOOLWOR Type Inspection	TH UNIT No.151 Inspector	Violation?	J-34-24S-37E *Significant Non-Compliance?	30-025-11351-00 Corrective Action Due By:	-00 Inspection No.
Inspection			Violation? Yes	*Significant	Corrective	
Inspection Date	Type Inspection	Inspector		*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Inspection Date	Type Inspection Routine/Periodic	Inspector Mark Whitaker		*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.

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, Wall Witzley
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



9017H15554612 \$0.449 07/08/2009 Mailed From 88240

MIDLAND OPERATING 3100 NORTH A SUITE E-120 MIDLAND, TX 79705