

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 Tospocium (Copeans "Presserving (Communication) (See Section)

07-Aug-09

NORTHPORT PRODUCTION CO

2601 NW EXPRESSWAY STREET SUITE 902 E OKLAHOMA CITY OK 73112-7208

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

Yes

MIDWAY 5 No.001

O-5-17S-37E

30-025-31033-00-00

Inspection

Type Inspection

Inspector

*Significant Violation? Non-Compliance?

Corrective

Date 08/07/2009

Routine/Periodic

John Harrison

No

Action Due By: 11/10/2009

Inspection No. iJRH0921939832

Comments on Inspection:

IDLE WELL (RULE 19.15.25.8) NEED TO TA, PA OR RETURN TO PRODUCTION. NEED WELL # ON SIGN. ALSO NEED TO CLOSE UNREGISTERED WORKOVER PIT. (RULE 50). NEED TO SEND C-144 TO LARRY JOHNSON HOBBS-OCD (505-393-6161 EXT 111) FOR APPROVAL. THIS 2ND LETTER OF NON-COMPLIANCE.

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.

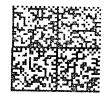
Sincerely,

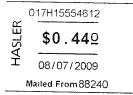
Hobbs OCD District Office

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.

Oil Conservation Division 1625 N. French Drive Hobbs, NM 88240





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