

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"

09-Sep-09

RANGER 40 PETROLEUM, LLC 1004 COLLIER CENTER WAY #206 NAPLES FL 34110

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

INSI ECHON DETAIL SECTION							
LANGLIE . Inspection Date	The state of the s		Inspector	Violation?	M-5-25S-37E *Significant Non-Compliance?	30-025-11463-00 Corrective Action Due By:	-00 Inspection No.
09/09/2009	Routine/Periodic		Mark Whitaker	Yes	No	10/30/2009	iMAW092524985
	Violations Absent Well Ide Surface Leaks/S Surface Release	•					
Comments on Inspection:		Well sign has not been replaced. Gas still leaking from wellhead and contaminated soil has not been removed. NEED TO REPLACE WELL SIGN, REPAIR WELLHEAD LEAK, AND REMOVE CONTAMINATED SOIL AND DISPOSE OF PROPERLY. 2ND NOTICE. THIS MATTER WILL BE TURNED OVER TO OCD LEGAL IF COMPLIANCE IS NOT RESOLVED. MW					

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, Wash 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



017H15554612 \$0.449 09/09/2009 Mailed From 88240

RANGER 40 PETROLEUM, LLC 1004 COLLIER CENTER WAY #206 NAPLES, FL 34110