

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
"Freserving the Integrity of Oar Environment"

02-Dec-09

PLATINUM EXPLORATION INC

550 WEST TEXAS AVENUE SUITE 500 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							
ROSE EAV Inspection Date	ES No.002 Type Inspectio	n	Inspector	Violation?	P-35-16S-38E *Significant Non-Compliance?	30-025-07291-00-Corrective Action Due By:)() Inspection No.
12/02/2009	Routine/Perio	odic	John Harrison	Yes	No	3/7/2010	iJRH0933621943
Comments on Inspection: NO WELL SIGN (RULE 103), IDLE WELL (RULE 201), PIT OPEN AND FENCED, LINER IS TORN, NO PUMPING UNIT, NO FLOW LINES, LOCATION NEEDS ATTENTION. THIS IS 2ND LETTER OF NON-COMPLIANCE. JRH COOPER No.001 C-2-17S-38E 30-025-28166-00-00							
Inspection Date 12/02/2009	Type Inspectio		Inspector John Harrison	Violation? Yes	*Significant Non-Compliance?	Corrective Action Due By: 3/7/2010	Inspection No.
Comments on Inspection:		NO WELL SIGN (RULE 103), IDLE WELL (RULE 201), PIT OPEN AND FENCED, LINER IS TORN, NO PUMPING UNIT, NO FLOW LINES, LOCATION NEEDS ATTENTION. THIS IS 1ST LETTER OF NON-COMPLIANCE. JRH					

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

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



017H15554612 \$0.440 12/02/2009 Mailed From 88240

US POSTĀGE

PLATINUM EXPLORATION INC 550 WEST TEXAS AVENUE STE 500 MIDLAND, TX 79701