

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 Lavironment"

01-Jun-10

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.

		INSPECTIO	N DETAIL	L SECTION		
LANGLIE , Inspection Date	JAL UNIT No.027 Type Inspection	Inspector	Violation?	P-31-24S-37E *Significant Non-Compliance?	30-025-11297-00- Corrective Action Due By:	00 Inspection No.
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014436952
Comments	on Inspection: PRESSURE TE	ST DUE (5 YEAR	TEST DUE)			
LANGLIE ; Inspection Date	JAL UNIT No.017 Type Inspection	Inspector	Violation?	J-31-24S-37E *Significant Non-Compliance?	30-025-11301-00- Corrective Action Due By:	00 Inspection No.
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014437610
Comments	on Inspection: BHT FAILURE	PRESSURE TEST	DUE (5 YEA	AR TEST DUE		
LANGLIE , Inspection Date	JAL UNIT No.001 Type Inspection	Inspector	Violation?	B-31-24S-37E *Significant Non-Compliance?	30-025-11304-00- Corrective Action Due By:	00 Inspection No.
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014431669
Comments	on Inspection: WELL SIGN N	EEDS TO BE COR	RECTED TO	SHOW CURRENT (OPERATOR	

LANGLIE JAL UNIT No.025 N-32-24S-37E 30-025-11307-00-00 Inspection *Significant Corrective Date Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014440386 Comments on Inspection: PRESSURE TEST DUE (5 YEAR TEST DUE) LANGLIE JAL UNIT No.009 F-32-24S-37E 30-025-11310-00-00 Inspection *Significant Corrective Type Inspection Inspector Date Violation? Non-Compliance? Inspection No. Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014432912 Comments on Inspection: NEED TO PRESSURE TEST (5 YEAR TEST DUE) LANGLIE JAL UNIT No.003 D-32-24S-37E 30-025-11311-00-00 Inspection *Significant Corrective Date Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014432639 Comments on Inspection: No Well Sign (Rule 103). LANGLIE JAL UNIT No.020 K-32-24S-37E 30-025-11313-00-00 Inspection *Significant Corrective Type Inspection Inspector Date Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014435737 Comments on Inspection: PRESSURE TEST DUE (5 YEAR TEST DUE) LANGLIE JAL UNIT No.021 J-32-24S-37E 30-025-11315-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Date Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014435416 Comments on Inspection: BHT FAILURE VACUUM ON TUBING AND CASING ****PRESSURE TEST DUE LAST PT DONE IN 2006**** LANGLIE JAL UNIT No.005 B-32-24S-37E 30-025-11320-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014433724 Comments on Inspection: NEED TO PRESSURE TEST (5 YEAR TEST DUE) LANGLIE JAL UNIT No.026 M-32-24S-37E 30-025-11322-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Date Non-Compliance? Action Due By: Inspection No. 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014440087 Comments on Inspection: PRESSURE TEST DUE (5 YEAR TEST DUE) LANGLIE JAL UNIT No.019 L-32-24S-37E 30-025-11323-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014436148 Comments on Inspection: PRESSURE TEST DUE (5 YEAR TEST DUE) LANGLIE JAL UNIT No.061 L-4-25S-37E 30-025-11435-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Date Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014444690 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)

Inspection Date 05/24/2010	JAL UNIT No Type Inspectio Bradenhead on Inspection:	n	Inspector Sylvia Dickey EST DUE (5 YR TE	Violation? Yes ST DUE)	B-4-25S-37E *Significant Non-Compliance? No	30-025-11437-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014443659
Inspection Date 05/24/2010	JAL UNIT No Type Inspectio Bradenhead on Inspection:	n	Inspector Sylvia Dickey EST DUE (5 YR TE	Violation? Yes ST DUE)	D-4-25S-37E *Significant Non-Compliance? No	30-025-11442-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014442701
Inspection Date 05/24/2010	JAL UNIT No Type Inspectio Bradenhead on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TE	Violation? Yes ST DUE)	E-4-25S-37E *Significant Non-Compliance?	30-025-11443-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014444355
Inspection Date 05/24/2010	JAL UNIT No Type Inspectio Bradenhead on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TE	Violation? Yes ST DUE)	O-5-25S-37E *Significant Non-Compliance? No	30-025-11450-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014454309
Inspection Date 05/24/2010	JAL UNIT No Type Inspection Bradenhead on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YEAR	Violation? Yes TEST DUE)	C-5-25S-37E *Significant Non-Compliance?	30-025-11452-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014439643
Inspection Date 05/24/2010	JAL UNIT No Type Inspection Bradenhead on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TE:	Violation? Yes ST DUE)	G-5-25S-37E *Significant Non-Compliance? No	30-025-11453-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014441819
Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TE:	Violation? Yes ST DUE)	J-5-25S-37E *Significant Non-Compliance? No	30-025-11454-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014459018
Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead on Inspection:	1	Inspector,. Sylvia Dickey ST DUE (5 YEAR '	Violation? Yes TEST DUE)	D-5-25S-37E *Significant Non-Compliance?	30-025-11455-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014439186
Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead on Inspection:	1	Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	B-5-25S-37E *Significant Non-Compliance? No	30-025-11456-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014441590

LANGLIE JA Inspection Date	AL UNIT No.		Inspector	Violation?	H-5-25S-37E *Significant Non-Compliance?	30-025-11461-00- Corrective Action Due By:	00 Inspection No.
	Bradenhead		Sylvia Dickey	Yes	No.	8/27/2010	iSAD1014442223
Comments or	1 Inspection:	PRESSURE TE	ST DUE (5 YR TE		1,0	0/2//2010	101101014442223
LANGLIE JA				***	D-6-25S-37E *Significant	30-025-11475-00-0 Corrective	-
	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	Bradenhead	DD EGGLID D TO	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014458105
Comments on	i inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)		-	
LANGLIE JA Inspection Date	AL UNIT No.		Inspector	Violation?	J-6-25S-37E *Significant	30-025-11476-00-(00 Inspection No.
	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	iSAD1014456598
Comments on		PRESSURE TES	ST DUE (5 YR TES		140	8/2//2010	13/1014430396
			31302 (3 11112)	37 502)			
Inspection	AL UNIT No. Type Inspection		Inquestor	17: -1-4: - · 9	B-6-25S-37E *Significant	30-025-11480-00-0 Corrective	, 0
	Type inspection Bradenhead		Inspector Sylvia Dickey	Violation?	Non-Compliance?	Action Due By:	Inspection No.
Comments on		DDESCHDE TE	Sylvia Dickey ST DUE (5 YEAR '	Yes	No	8/27/2010	iSAD1014437756
		TRESSURE TE	31 DUE (3 TEAR	TEST DUE)			
L'ANGLIE JA Inspection Date	AL UNIT No.		Inspector	Violation?	P-8-25S-37E *Significant Non-Compliance?	30-025-11493-00-0 Corrective Action Due By:	00 Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	•	iSAD1014451233
Comments on	Inspection:	SURFACE UNA	BLE TO CHECK	NEED TO RI	EPLACE VALVE.		
LANGLIE JA	AL UNIT No.()72			C-8-25S-37E	30-025-11506-00-0	00
Inspection	Type Inspection		T	17. 1 O	*Significant	Corrective	
	Type Inspection Bradenhead		Inspector	Violation? Yes	Non-Compliance?	Action Due By:	Inspection No.
Comments on		DDESCHDE TES	Sylvia Dickey		No ECTION LINE LEAK		iSAD1014445510
	mspection.	TRESSURE TES	ST DOE (5 TR TES	SI DUE) INJ	ECTION LINE LEAK		
LANGLIE JA Inspection Date	AL UNIT No.()75	Inspector	Violation?	D-9-25S-37E *Significant Non-Compliance?	30-025-11510-00-0	Inspection No.
	Bradenhead		Sylvia Dickey	Yes	No No	Action Due By: 8/27/2010	iSAD1014453400
Comments on	Inspection:	No Well Sign (R	•	100	110	0/2//2010	13710114433400
Y ANGY TO Y							
LANGLIE JA Inspection	AL UNIT No.()13			F-31-24S-37E	30-025-23865-00-0	0
	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	•	iSAD1014458530
Comments on	Inspection:	PRESSURE TES	ST DUE (5 YR TES	T DUE)			
LANGLIE JA	L UNIT No.()23		-	P-32-24S-37E	30-025-23866-00-0	0
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
	Bradenhead		Sylvia Dickey	Yes	No	·	iSAD1014440997
Comments on	Inspection:	PRESSURE TES	ST DUE (5 YR TES	T DUF)	•		

LANGLIE JAL UNIT No Inspection Date Type Inspectio 05/24/2010 Bradenhead Comments on Inspection:		•	N-31-24S-37E *Significant Non-Compliance? No	30-025-23867-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014457574
LANGLIE JAL UNIT No Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		,	D-8-25S-37E *Significant Non-Compliance?	30-025-23869-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014455950
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		•	F-4-25S-37E *Significant Non-Compliance? No	30-025-23882-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014443201
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		-	F-5-25S-37E *Significant Non-Compliance? No	30-025-23883-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014441316
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		•	L-5-25S-37E *Significant Non-Compliance?	30-025-23884-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014438823
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		•	I-32-24S-37E *Significant Non-Compliance?	30-025-24478-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014434982
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		•	O-32-24S-37E *Significant Non-Compliance?	30-025-24479-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014440546
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:		•	A-5-25S-37E *Significant Non-Compliance? No	30-025-24484-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014442384
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:	Inspector Sylvia Dick PRESSURE TEST DUE (5 Y.	•	G-32-24S-37E *Significant Non-Compliance? No	30-025-24839-00-00 Corrective Action Due By: Inspection No. 8/27/2010 iSAD1014433978

LANGLIE JAL UNIT No.034

on ...

A-6-25S-37E

30-025-24889-00-00

Inspection Date 05/24/2010

Date Type Inspection

Bradenhead

Inspector

Violation?

*Significant Non-Compliance? Corrective Action Due By: 8/27/2010

Inspection No.

Comments on Inspection:

Sylvia Dickey Yes
PRESSURE TEST DUE (5 YEAR TEST DUE)

No

iSAD1014438029

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.

Hobbs OCD District Office

COMPLIANCE OFFICER

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



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