

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Cabinet Secretary

Governor Joanna Prukop Mark E. Fesmire, P.E. Director
Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrals 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.

INCORPORTON DEPORTS OF CONTON

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	V DETAIL	SECTION		
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: PRE	SSURE TEST DUE (5 YEAR T	EST DUE)			
LANGLIE JAL UNIT No.017				J-31-24S-37E	30-025-11301-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	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 ,	JAL UNIT No.001			B-31-24S-37E	30-025-11304-00-	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014431669
Comments	on Inspection: WEL	LL SIGN NEEDS TO BE CORR	RECTED TO	SHOW CURRENT (PERATOR	

LANGLIE JAL UNIT No.025 N-32-24S-37E 30-025-11307-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Svlvia 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 Date Inspector 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 Type Inspection Date 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 Sylvia Dickey Bradenhead 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 Date Inspector Violation? 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 Inspector Date Violation? Non-Compliance? Action Due By: Inspection No. 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 Date Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014440087 PRESSURE TEST DUE (5 YEAR TEST DUE) Comments on Inspection: LANGLIE JAL UNIT No.019 L-32-24S-37E 30-025-11323-00-00 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 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 Date Inspector Violation? Non-Compliance? Inspection No. 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)

LANGLIE JAL UNIT No.041 Inspection					B-4-25S-37E	30-025-11437-00-00	
Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014443659
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE .	IAL UNIT No	.039			D-4-25S-37E	30-025-11442-00-	00
Inspection					*Significant	Corrective	00
Date 05/24/2010	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
`	Bradenhead on Inspection:	DDECCLIDE	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014442701
Comments	on inspection;	PRESSURE IE	EST DUE (5 YR TE	ST DUE)			
LANGLIE J	IAL UNIT No.	.044			E-4-25S-37E	30-025-11443-00-	00
Inspection	Tuna Inamatica	_	*	*** 1	*Significant	Corrective	
Date 05/24/2010	Type Inspection Bradenhead	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	on Inspection:	DDECCLIDE TE	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014444355
Comments	m mspection.	PRESSURE IE	ST DUE (5 YR TE	ST DUE)			
LANGLIE JAL UNIT No.064			O-5-25S-37E	30-025-11450-00-00			
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant	Corrective	
05/24/2010	Bradenhead	•	Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No.
	on Inspection:	PRESSURE TE	ST DUE (5 YR TE		NO	6/2//2010	iSAD1014454309
	·						
LANGLIE J	AL UNIT No.	036			C-5-25S-37E	30-025-11452-00-00	
Inspection Date	Type Inspection	,	Inspector	Violation?	*Significant	Corrective	T 31
05/24/2010	Bradenhead	•	Sylvia Dickey	Yes	Non-Compliance? No	Action Due By:	Inspection No.
	on Inspection:	PRESSURETE	ST DUE (5 YEAR		140	8/27/2010	iSAD1014439643
		TRESCORE TE	ST DOL (3 TEAK	irai DOE)			
LANGLIE J	AL UNIT No.	046			G-5-25S-37E	30-025-11453-00-00	
Inspection	Type Inspection		Ingnostou	V!-1-4'9	*Significant	Corrective	
Date 05/24/2010	Bradenhead	1	Inspector	Violation? Yes	Non-Compliance?	Action Due By:	Inspection No.
	on Inspection:	DDESCHDE TE	Sylvia Dickey ST DUE (5 YR TE:		No	8/27/2010	iSAD1014441819
	n napection,	TRESSORE TE	ST DOL (3 TK TE.	31 DUE)			
LANGLIE J	AL UNIT No.	059			J-5-25S-37E	30-025-11454-00-00	
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant	Corrective	Inomastica Na
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No. iSAD1014459018
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TE:		110	0/2//2010	13AD1014439016
	AL UNIT No.	035			D-5-25S-37E	30-025-11455-00-0	00
Inspection Date	Type Inspection	L	Inspector,	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	Action Due By: 8/27/2010	iSAD1014439186
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)	2.0	0,2,7,2010	10/10/14/37/100
			a .				
	AL UNIT No.	037	V		B-5-25S-37E	30-025-11456-00-0	00
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant	Corrective	Ingress! N
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No.
	n Inspection:	PRESSURE TE	ST DUE (5 YR TES		140	0/2//2010	iSAD1014441590
		· · · · · · · · · · · · · · · · · · ·	O' DOF (2 LK IES				

LANGLIE JAL UNIT No.045 H-5-25S-37E 30-025-11461-00-00 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 iSAD1014442223 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.031 D-6-25S-37E 30-025-11475-00-00 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 iSAD1014458105 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.055 J-6-25S-37E 30-025-11476-00-00 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 iSAD1014456598 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.033 B-6-25S-37E 30-025-11480-00-00 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 iSAD1014437756 Comments on Inspection: PRESSURE TEST DUE (5 YEAR TEST DUE) L'ANGLIE JAL UNIT No.085 P-8-25S-37E 30-025-11493-00-00 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 iSAD1014451233 Comments on Inspection: SURFACE UNABLE TO CHECK NEED TO REPLACE VALVE. LANGLIE JAL UNIT No.072 C-8-25S-37E 30-025-11506-00-00 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 iSAD1014445510 PRESSURE TEST DUE (5 YR TEST DUE) INJECTION LINE LEAK Comments on Inspection: LANGLIE JAL UNIT No.075 D-9-25S-37E 30-025-11510-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Non-Compliance? Inspection No. Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014453400 Comments on Inspection: No Well Sign (Rule 103). LANGLIE JAL UNIT No.013 F-31-24S-37E 30-025-23865-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Date Non-Compliance? Inspection No. Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014458530 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.023 P-32-24S-37E 30-025-23866-00-00 Inspection *Significant Corrective Type Inspection Date Inspector Violation? Non-Compliance? Inspection No. Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014440997 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)

Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead n Inspection:	1	Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	N-31-24S-37E *Significant Non-Compliance? No	30-025-23867-00-Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014457574
LANGLIE J	AL UNIT No.	071			D-8-25S-37E *Significant	30-025-23869-00-(00
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014455950
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)			
LANGLIE J. Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead		Inspector	Violation?	F-4-25S-37E *Significant Non-Compliance?	30-025-23882-00-(Corrective Action Due By:	Inspection No.
Comments of		DDESCHDE TE	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014443201
- Comments of	- Inspection.	TRESSURE TE	ST DUE (5 YR TES	of DUE)			
Inspection Date	AL UNIT No. Type Inspection Bradenhead Inspection:	ı	Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes T DUE)	F-5-25S-37E *Significant Non-Compliance? No	30-025-23883-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014441316
LANGLIE J. Inspection Date	AL UNIT No.		Inspector	Violation?	L-5-25S-37E *Significant Non-Compliance?	30-025-23884-00-(Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	· .	iSAD1014438823
Comments or	n Inspection:	PRESSURE TE	ST DUE (5 YEAR 1	TEST DUE)			
Inspection Date	AL UNIT No. Type Inspection Bradenhead Inspection:		Inspector Sylvia Dickey ST DUE (5 YEAR 1	Violation? Yes TEST DUE)	I-32-24S-37E *Significant Non-Compliance? No	30-025-24478-00-0 Corrective Action Due By: 8/27/2010	0 Inspection No. iSAD1014434982
Inspection Date	AL UNIT No. 1 Type Inspection Bradenhead 1 Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes T DUE)	O-32-24S-37E *Significant Non-Compliance? No	30-025-24479-00-0 Corrective Action Due By: 8/27/2010	0 Inspection No. iSAD1014440546
LANGLIE JA Inspection Date 05/24/2010 Comments on	AL UNIT No.0 Type Inspection Bradenhead Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes T DUE)	A-5-25S-37E *Significant Non-Compliance? No	30-025-24484-00-0 Corrective Action Due By: 8/27/2010	0 Inspection No. iSAD1014442384
Inspection Date	AL UNIT No.0 Type Inspection Bradenhead n Inspection:		Inspector Sylvia Dickey ST DUE (5 YEAR T	Violation? Yes EST DUE)	G-32-24S-37E *Significant Non-Compliance? No	30-025-24839-00-0 Corrective Action Due By: 8/27/2010	0 Inspection No. SAD1014433978

LANGLIE JAL UNIT No.034

A-6-25S-37E

30-025-24889-00-00

Inspection Date

Type Inspection

Inspector

Violation? Yes *Significant Non-Compliance? No Corrective Action Due By:

Inspection No.

05/24/2010 Bradenhead Comments on Inspection:

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

8/27/2010

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