

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 Laytronment"

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 3 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	TEST DUE (5 YEAR	TEST 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 FAILUI	RE PRESSURE TEST	DUE (5 YEA	AR TEST DUE		
LANGLIE JAL UNIT No.001 Inspection				B-31-24S-37E *Significant	30-025-11304-00-00 Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014431669
Comments	on Inspection: WELL SIGN	NEEDS 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 Violation? Date Inspection No. Non-Compliance? 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 Inspector Date Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey No Yes 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 Date Inspector Violation? Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014435737 PRESSURE TEST DUE (5 YEAR TEST DUE) Comments on Inspection: 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 BHT FAILURE VACUUM ON TUBING AND CASING ****PRESSURE TEST DUE LAST PT Comments on Inspection: 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? Non-Compliance? Inspection No. 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 Date Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: 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 Inspector Violation? Date Non-Compliance? Inspection No. 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 Date Type Inspection Inspector Violation? 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)

LANGLIE JAL UNIT No.041					B-4-25S-37E	30-025-11437-00-00		
Inspection Date	Type Inspection	1	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 1	IAL UNIT No.	039			D-4-25S-37E	20 025 11442 00	00	
Inspection	Inspection				*Significant	30-025-11442-00-00 Corrective		
Date	Type Inspection	i .	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
Q5/24/2010 -	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014442701	
Comments o	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)		,		
LANGLIE J	AL UNIT No.	044			E-4-25S-37E	30-025-11443-00-	00	
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	I NI.	
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	8/27/2010 iSAD101444435.		
		- RESOURE TE	31 DOL (3 1K 1L)	31 DOL)				
	AL UNIT No.	064			O-5-25S-37E	30-025-11450-00-	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	iSAD1014454309	
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TE:	ST DUE)	- 1.0	0,2,72010	1011014454507	
				· · · · · · · · · · · · · · · · · · ·				
	AL UNIT No.	036			C-5-25S-37E	30-025-11452-00-0	00	
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	Action Due By: 8/27/2010	iSAD1014439643	
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YEAR '	TEST DUE)	7.0	0.27.2010	1011014437043	
LANGTE								
Inspection	AL UNIT No.)46			G-5-25S-37E	30-025-11453-00-0	00	
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	iSAD1014441819	
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)				
LANGUE	AL UNIT No.	150			1.5.250.275	20.027.11.474.00	20	
Inspection	AL CIVIT NO.	139			J-5-25S-37E *Significant	30-025-11454-00-0 Corrective)()	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014459018	
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)				
LANGLIE J.	AL UNIT No.()35			D-5-25S-37E	30-025-11455-00-0	00	
Inspection			_		*Significant	Corrective	,,,	
Date	Type Inspection		Inspector,	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead	DDEGGGGG	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014439186	
Comments of	n Inspection:	PRESSURE TE	ST DUE (5 YEAR 7	TEST DUE)				
LANGLIE J	LANGLIE JAL UNIT No.037			B-5-25S-37E	30-025-11456-00-00			
Inspection		· - · · -			*Significant	Corrective	, v	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014441590	
Comments of	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)				

LANGLIE JAL UNIT No.045 H-5-25S-37E 30-025-11461-00-00 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 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 Violation? Date 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 Violation? Date Inspector 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) LANGLIE JAL UNIT No.085 P-8-25S-37E 30-025-11493-00-00 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 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 Inspector Violation? Date Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014445510 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) INJECTION LINE LEAK LANGLIE JAL UNIT No.075 D-9-25S-37E 30-025-11510-00-00 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 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 Inspection No. Non-Compliance? 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 Inspector Date Violation? Inspection No. Non-Compliance? 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)

LANGLIE JAL UNIT No.029					N-31-24S-37E	30-025-23867-00-00	
Inspection 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	iSAD1014457574
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE	JAL UNIT No.	071			D-8-25S-37E	20.025.22860.00	00
Inspection	Inspection				*Significant	30-025-23869-00-00 Corrective	
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead	DD = 66 =	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014455950
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE J	IAL UNIT No.	.043			F-4-25S-37E	30-025-23882-00-	00
Inspection Date	Type Inspection		Inchastar	W:-1-4:9	*Significant	Corrective	
05/24/2010	Bradenhead	ı	Inspector Sylvia Dickey	Violation? Yes	Non-Compliance? No	Action Due By:	Inspection No.
	on Inspection:	PRESSURE TE	ST DUE (5 YR TE		NO	8/27/2010	iSAD1014443201
			JOT DOE (3 TK TE	31 DOL)			
LANGLIE JAL UNIT No.047					F-5-25S-37E	30-025-23883-00-00	
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014441316
Comments of	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)	• • •	3/2//2010	1011014441010
	AL UNIT No.	057			L-5-25S-37E	30-025-23884-00-	00
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	Action Due By: 8/27/2010	iSAD1014438823
Comments of	n Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)			101251011130023
LANCITO	AY TINITOT NI	000					
Inspection	AL UNIT No.	022			I-32-24S-37E	30-025-24478-00-0	00
Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014434982
Comments	n Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)			
LANGLIE J	AL UNIT No.	024			O-32-24S-37E	30-025-24479-00-0	20
Inspection					*Significant	Corrective	JU
Date 05/24/2010	Type Inspection Bradenhead		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	n Inspection:	DDECCHDETE	Sylvia Dickey ST DUE (5 YR TES	Yes	No	8/27/2010	iSAD1014440546
- Comments o	in inspection.	TRESSURE TE	ST DUE (3 TR TES	ST DUE)			
	LANGLIE JAL UNIT No.038				A-5-25S-37E	30-025-24484-00-00	
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	To all N
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No. iSAD1014442384
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES		110	0/2//2010	13AD1014442364
Inspection	AL UNIT No.	008			G-32-24S-37E	30-025-24839-00-0	00
Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No		iSAD1014433978
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YEAR 7	TEST DUE)			

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

8/27/2010

iSAD1014438029 PRESSURE TEST DUE (5 YEAR TEST DUE)

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