

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 Luvironment"

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.02° Type Inspection	7 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: PR	RESSURE TEST DUE (5 YEAR 7	TEST DUE)			
LANGLIE (Inspection Date	JAL UNIT No.01	7 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: Bi	HT FAILURE PRESSURE TEST	DUE (5 YEA	AR TEST DUE		
LANGLIE , Inspection Date	JAL UNIT No.00	1 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: W	ELL SIGN NEEDS TO BE CORI	RECTED TO	SHOW CURRENT O	OPERATOR	

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 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 Date Type Inspection Inspector Violation? 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 Violation? Date 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 Date Type Inspection Inspector 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 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 Date Inspector Violation? Non-Compliance? Inspection No. Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No iSAD1014433724 8/27/2010 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 ıSAD1014440087 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 Violation? Date Inspector 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 Date Violation? Non-Compliance? Action Due By: Inspection No. 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 Inspection Bradenhead on Inspection:	1	Inspector Sylvia Dickey EST DUE (5 YR TE	Violation? Yes	B-4-25S-37E *Significant Non-Compliance? No	30-025-11437-00-00 Corrective Action Due By: 8/27/2010 i	Inspection No. SAD1014443659
LANGLIE J Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead	039	Inspector Sylvia Dickey	Violation?	D-4-25S-37E *Significant Non-Compliance? No	30-025-11442-00-00 Corrective Action Due By: 8/27/2010	Inspection No. SAD1014442701
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE		110	6/2//2010 I	3AD1014442701
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead on Inspection:	ı	Inspector Sylvia Dickey EST DUE (5 YR TE:	Violation? Yes ST DUE)	E-4-25S-37E *Significant Non-Compliance? No	30-025-11443-00-00 Corrective Action Due By: 8/27/2010 i.	Inspection No. SAD1014444355
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead on Inspection:	ı	Inspector Sylvia Dickey EST DUE (5 YR TES	Violation? Yes ST DUE)	O-5-25S-37E *Significant Non-Compliance? No	30-025-11450-00-00 Corrective Action Due By: 8/27/2010 is	Inspection No. SAD1014454309
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead on Inspection:		Inspector Sylvia Dickey ST DUE (5 YEAR 1	Violation? Yes TEST DUE)	C-5-25S-37E *Significant Non-Compliance? No	30-025-11452-00-00 Corrective Action Due By: 8/27/2010 is	Inspection No. SAD1014439643
Inspection Date 05/24/2010	AL UNIT No.0 Type Inspection Bradenhead on Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	G-5-25S-37E *Significant Non-Compliance? No	30-025-11453-00-00	Inspection No. SAD1014441819
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead n Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	J-5-25S-37E *Significant Non-Compliance? No	30-025-11454-00-00 Corrective Action Due By: 8/27/2010 iS	Inspection No. SAD1014459018
Inspection Date 05/24/2010	AL UNIT No.0 Type Inspection Bradenhead n Inspection:		Inspector,. Sylvia Dickey ST DUE (5 YEAR ?	Violation? Yes FEST DUE)	D-5-25S-37E *Significant Non-Compliance? No	30-025-11455-00-00 Corrective Action Due By: 8/27/2010 iS	Inspection No.
Inspection Date 05/24/2010	AL UNIT No.0 Type Inspection Bradenhead n Inspection:		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: 8/27/2010 iS	Inspection No. SAD1014441590

Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead In Inspection:	1	Inspector Sylvia Dickey EST DUE (5 YR TE	Violation? Yes ST DUE)	H-5-25S-37E *Significant Non-Compliance? No	30-025-11461-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014442223
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead n Inspection:	ı	Inspector Sylvia Dickey EST DUE (5 YR TE	Violation? Yes ST DUE)	D-6-25S-37E *Significant Non-Compliance? No	30-025-11475-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014458105
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead n Inspection:	1	Inspector Sylvia Dickey ST DUE (5 YR TE	Violation? Yes ST DUE)	J-6-25S-37E *Significant Non-Compliance? No	30-025-11476-00-(Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014456598
Inspection Date 05/24/2010	AL UNIT No. Type Inspection Bradenhead n Inspection:	ı	Inspector Sylvia Dickey ST DUE (5 YEAR	Violation? Yes TEST DUE)	B-6-25S-37E *Significant Non-Compliance? No	30-025-11480-00-(Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014437756
Inspection Date	AL UNIT No. Type Inspection Bradenhead n Inspection:		Inspector Sylvia Dickey ABLE TO CHECK	Violation? Yes NEED TO RE	P-8-25S-37E *Significant Non-Compliance? No EPLACE VALVE.	30-025-11493-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014451233
Inspection Date	AL UNIT No. (Type Inspection Bradenhead n Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE) INJI	C-8-25S-37E *Significant Non-Compliance? No ECTION LINE LEAK		Inspection No.
Inspection Date	AL UNIT No.0 Type Inspection Bradenhead Inspection:	075	Inspector Sylvia Dickey	Violation? Yes	D-9-25S-37E *Significant Non-Compliance?	30-025-11510-00-0 Corrective Action Due By:	Inspection No.
Inspection Date	AL UNIT No.0 Type Inspection Bradenhead Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	F-31-24S-37E *Significant Non-Compliance? No	30-025-23865-00-0 Corrective Action Due By: 8/27/2010	0 Inspection No. iSAD1014458530
Inspection Date	AL UNIT No.6 Type Inspection Bradenhead Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	P-32-24S-37E *Significant Non-Compliance? No	30-025-23866-00-0 Corrective Action Due By: 8/27/2010	0 Inspection No. SAD1014440997

LANGLIE JAL UNIT No.029 Inspection Date Type Inspection Inspector Violation?				N-31-24S-37E *Significant	30-025-23867-00-00 Corrective			
05/24/2010	Bradenhead	•	Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No. iSAD1014457574	
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE		No	8/2//2010	ISAD1014437374	
	JAL UNIT No.	.071			D-8-25S-37E	30-025-23869-00-	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	iSAD1014455950	
Comments e	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)		3/2//2010	1011011133730	
LANCITE	fat tinitonni	0.42						
Inspection	IAL UNIT No.	.043			F-4-25S-37E	30-025-23882-00-	00	
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	iSAD1014443201	
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE:	ST DUE)				
LANGLIE I	IAL UNIT No.	047			F-5-25S-37E	30-025-23883-00-	00	
Inspection					*Significant	Corrective	00	
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014441316	
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)				
LANGLIE J	AL UNIT No.	057			L-5-25S-37E	30-025-23884-00-	00	
Inspection					*Significant	Corrective	00	
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014438823	
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)				
LANGLIE J	AL UNIT No.	022			I-32-24S-37E	30-025-24478-00-00		
Inspection	Type Inspection		Torrandon	77° 1 0	*Significant	Corrective		
Date 05/24/2010	Bradenhead		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
	n Inspection:	DDECCUDE TE	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014434982	
Comments o	m mspection:	PRESSURE IE	ST DUE (5 YEAR 7	TEST DUE)				
LANGLIE J	AL UNIT No.	024			O-32-24S-37E	30-025-24479-00-00		
Inspection Date	Type Inspection		Inspector	Wieletter 9	*Significant	Corrective		
05/24/2010	Bradenhead		Inspector Sylvia Dickey	Violation? Yes	Non-Compliance?	Action Due By:	Inspection No.	
	n Inspection:	PRESSURE TE	ST DUE (5 YR TES		No	8/27/2010	iSAD1014440546	
		TRESSORE TEX	JI DOL (J IK IES					
LANGLIE JAL UNIT No.038					A-5-25S-37E	30-025-24484-00-00		
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	iSAD1014442384	
Comments o	n Inspection:	PRESSURE TES	ST DUE (5 YR TES		*10	014112010	10121014442304	
I ANGES								
LANGLIE JAL UNIT No.008 Inspection				G-32-24S-37E	30-025-24839-00-00			
Inspection Date	Type Inspection		Inspector	Violation?	••	Corrective Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	_	1SAD1014433978	
Comments o	n Inspection:	PRESSURE TES	ST DUE (5 YEAR T			0.2772010	1017733710	
-			- (2 12.111					

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: 8/27/2010

Inspection No. iSAD1014438029

05/24/2010 Bradenhead Comments on Inspection:

Sylvia Dickey Yes
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