

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	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: PRE	SSURE TEST 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 JAL UNIT No.001 Inspection Date 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: WEL	LL SIGN NEEDS TO BE CORI				10110171007

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 PRESSURE TEST DUE (5 YEAR TEST DUE) Comments on Inspection: LANGLIE JAL UNIT No.009 F-32-24S-37E 30-025-11310-00-00 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 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 Type Inspection Inspector Violation? Date Non-Compliance? Inspection No. 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? 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 Date 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 Date Violation? 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 Type Inspection Inspector Violation? Date Non-Compliance? Action Due By: Inspection No. 05/24/2010 Sylvia Dickey Bradenhead 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		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 T	EST DUE (5 YR TE	ST DUE)			
LANGLIE (JAL UNIT No.039			D-4-25S-37E	30-025-11442-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant	Corrective Inspection No.	
05/24/2010	Bradenhead	Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: Inspection No. 8/27/2010 iSAD1014442701	
*		EST DUE (5 YR TE		140	6/2//2010 ISAD1014442/01	
LANGLIE	JAL UNIT No.044			E-4-25S-37E	30-025-11443-00-00	
Inspection				*Significant	Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By: Inspection No.	
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010 iSAD1014444355	
Comments	on Inspection: PRESSURE T	EST DUE (5 YR TE	ST DUE)			
LANGLIE JAL 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	on Inspection: PRESSURE TI	EST DUE (5 YR TE	ST DUE)			
LANCLIE	JAL UNIT No.036			C 5 250 275	20.025 44.452.00.00	
Inspection	IAL UNII NO.030			C-5-25S-37E *Significant	30-025-11452-00-00 Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By: Inspection No.	
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010 iSAD1014439643	
Comments	on Inspection: PRESSURE TI	EST DUE (5 YEAR	TEST DUE)			
LANGLIE J	AL UNIT No.046			G-5-25S-37E	30-025-11453-00-00	
Inspection	Type Inspection	Ingnostus	W:-1-4'9	*Significant	Corrective	
Date 05/24/2010	Bradenhead	Inspector	Violation?	Non-Compliance?	Action Due By: Inspection No.	
	· ·	Sylvia Dickey EST DUE (5 YR TE:	Yes	No	8/27/2010 iSAD1014441819	
	T RESOURCE TO	LOT DOL (5 TK TE	31 DOL)			
LANGLIE J	AL UNIT No.059			J-5-25S-37E	30-025-11454-00-00	
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 iSAD1014459018	
Comments	on Inspection: PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE J	AL UNIT No.035			D-5-25S-37E	30-025-11455-00-00	
Inspection			***	*Significant	Corrective	
Date 05/24/2010	Type Inspection Bradenhead	Inspector,	Violation?	Non-Compliance?	Action Due By: Inspection No.	
		Sylvia Dickey	Yes	No	8/27/2010 iSAD1014439186	
Comments	in inspection. FRESSURE II	EST DUE (5 YEAR	TEST DUE)			
LANGLIE J	AL UNIT No.037	ц,		B-5-25S-37E	30-025-11456-00-00	
Inspection				*Significant	Corrective	
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 o	n Inspection: PRESSURE TE	EST 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? Action Due By: Inspection No. 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 Inspection No. Non-Compliance? 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 Date Inspector Violation? 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 Violation? Inspector Date 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 Correctivé Type Inspection Inspector Violation? Date Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Yes Sylvia Dickey 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 Inspector Violation? Date Inspection No. Non-Compliance? Action Due Ry: 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 Date Type Inspection Inspector Violation? 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 Date Inspector 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	1	Inspector	Violation?	*Significant	Corrective	Inquestion No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance?	Action Due By: 8/27/2010	Inspection No. iSAD1014457574
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE		110	0/2//2010	13/10/1443/3/4
	JAL UNIT No.	071			D-8-25S-37E	30-025-23869-00-	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	iSAD1014455950
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			101.1.00,00
LANCIDE	JAL UNIT No.	0.42			E 4.050.057		
Inspection	IAL UNII NO.	043			F-4-25S-37E *Significant	30-025-23882-00- Corrective	00
Date	Type Inspection	ı	Inspector	Violation?	Non-Compliance?	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 J	IAL UNIT No.	047			F-5-25S-37E	30-025-23883-00-	00
Inspection			_		*Significant	Corrective	00
Date 05/24/2010	Type Inspection	l .	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	Bradenhead	P. C.	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014441316
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)			
LANGLIE J	AL UNIT No.	057			L-5-25S-37E	30-025-23884-00-	00
Inspection	Type Inspection		T	XV: 1 0	*Significant	Corrective	
Date 05/24/2010	Bradenhead		Inspector Sylvia Dickey	Violation?	Non-Compliance?	Action Due By:	Inspection No.
		DDESCUDETE		Yes	No	8/27/2010	iSAD1014438823
	m mspection,	PRESSURE 1E	ST DUE (5 YEAR '	TEST DUE)			
	AL UNIT No.	022			I-32-24S-37E	30-025-24478-00-0	00
Inspection Date	Type Inspection		Inspector	Violetien?	*Significant	Corrective	
05/24/2010	Bradenhead		Sylvia Dickey	Violation? Yes	Non-Compliance?	Action Due By:	Inspection No.
		PRESSIDE TE	ST DUE (5 YEAR '		No	8/27/2010	iSAD1014434982
	Inspection.	TRESSURE TE	ST DOE (3 TEAR	TEST DUE)			
	AL UNIT No.	024			O-32-24S-37E	30-025-24479-00-0	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	Inconcetion No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No. iSAD1014440546
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES		110	0/2//2010	13AD1014440340
	AL UNIT No.()38			A-5-25S-37E	30-025-24484-00-0	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 TE	ST DUE (5 YR TES			0/2//2010	10/10/144-2304
Y ANICH TO Y	AT FINITORY	200					
Inspection	AL UNIT No.(JU8				30-025-24839-00-0	00
Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.
•	Type Inspection Bradenhead		Inspector Sylvia Dickey	Violation? Yes	*Significant Non-Compliance? No	Action Due By:	Inspection No. iSAD1014433978

LANGLIE JAL UNIT No.034

A-6-25S-37E

30-025-24889-00-00

Inspection Date

05/24/2010

Type Inspection Bradenhead

Inspector

Violation?

Yes

*Significant Non-Compliance?

No

Corrective Action Due By: 8/27/2010

Inspection No. iSAD1014438029

Comments on Inspection:

Sylvia Dickey 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