

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E. Durector
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 DETAII	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: PRESSURI	E 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 FAIL	URE PRESSURE TEST	DUE (5 YEA	AR TEST DUE		
LANGLIE JAL UNIT No.001 Inspection				B-31-24S-37E *Significant	30-025-11304-00- Corrective	00
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 SIG	N 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 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 Type Inspection Inspector Date Violation? Non-Compliance? Inspection No. Action Due By: 05/24/2010 Bradenhead Svlvia 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 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 iSAD1014435416 No 8/27/2010 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 Violation? Date 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 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 Date 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 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 J	JAL UNIT No.	.039			D-4-25S-37E	30-025-11442-00-	00	
Inspection Date	Type Inspection	2	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	EST DUE (5 YR TE		NO	8/2 //2010	iSAD1014442701	
LANCILE	IAT TINITO NI	0.1.4			T 4 2 7 2 2 7 7			
Inspection	JAL UNIT No.	.044			E-4-25S-37E *Significant	30-025-11443-00- 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	iSAD1014444355	
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)				
LANGLIE J	LANGLIE JAL UNIT No.064					O-5-25S-37E 30-025-11450-00-00		
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant	Corrective	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	iSAD1014454309	
Comments of	on Inspection:	PRESSURE TE	ST DUE (5 YR TE		110	0/2//2010	13/10/144/34/09	
	IAL UNIT No.	036			C-5-25S-37E	30-025-11452-00-	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	iSAD1014439643	
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)				
LANGLIE I	AL UNIT No.	046			G-5-25S-37E	30-025-11453-00-	00	
Inspection					*Significant	Corrective	UV	
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014441819	
Comments o	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)				
	AL UNIT No.	059			J-5-25S-37E	30-025-11454-00-0	30-025-11454-00-00	
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	Action Due By: 8/27/2010	iSAD1014459018	
Comments of	n Inspection:	PRESSURE TE	ST DUE (5 YR TES		1.0	3/2/12010	13/10/1443/018	
LANCITE	AL UNIT No.	025			D 5 050 050	20.027.11.177.00		
Inspection	AL UNIT NO.	033			D-5-25S-37E *Significant	30-025-11455-00-0 Corrective	00	
Date	Type Inspection		Inspector,.	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014439186	
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)				
LANGLIE JAL UNIT No.037					D 5 050 07F	20.00= 11.45< 00.00		
Inspection	2327 OTHE 1104	057			B-5-25S-37E *Significant	30-025-11456-00-(Corrective	JU	
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	ST DUE (5 YR TES	ST DUE)				

LANGLIE JAL UNIT No.045				H-5-25S-37E	30-025-11461-00-00		
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	iSAD1014442223
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)			
LANGLIE .	JAL UNIT No.0	031			D-6-25S-37E	30-025-11475-00-	00
Inspection			_		*Significant	Corrective	00
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead	DD 70011D 7 70	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014458105
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE	ST DUE)			
LANGLIE J	JAL UNIT No.()55			J-6-25S-37E	30-025-11476-00-	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	Y (* N
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No.
		PRESSURE TE	ST DUE (5 YR TES		NO	8/2//2010	iSAD1014456598
			or bob (5 TR TE				
	JAL UNIT No.()33			B-6-25S-37E	30-025-11480-00-	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	iSAD1014437756
Comments of	on Inspection:	PRESSURE TE	ST DUE (5 YEAR '	TEST DUE)			1012010111117700
			· · · · · · · · · · · · · · · · · · ·				
	IAL UNIT No.0	085			P-8-25S-37E	30-025-11493-00-	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	iSAD1014451233
Comments of	on Inspection:	SURFACE UNA	ABLE TO CHECK	NEED TO RI	EPLACE VALVE.		
LANCER	TAT TINIYONNI O	.53					
Inspection	IAL UNIT No.0	072			C-8-25S-37E *Significant	30-025-11506-00-0	00
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014445510
Comments of	on Inspection:	PRESSURE TES	ST DUE (5 YR TES	T DUE) INJ	ECTION LINE LEAK		
LANGLIE	JAL UNIT No.0	75			D-9-25S-37E	30-025-11510-00-0	20
Inspection		.,,5			*Significant	Corrective	J U
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014453400
Comments o	on Inspection:	No Well Sign (R	ule 103).				
LANGLIE J	IAL UNIT No.0	013			F-31-24S-37E	30-025-23865-00-0)0
Inspection	Type Inspection		Inchestor	W:-1-4:9	*Significant	Corrective	
Date 05/24/2010	Bradenhead		Inspector Sylvia Dickey	Violation? Yes	Non-Compliance?	Action Due By:	Inspection No.
		PRESSURE TES	ST DUE (5 YR TES		No	8/27/2010	iSAD1014458530
	- Inspection		JI DOL (J TK TES	11 DOE)			
LANGLIE J	AL UNIT No.0	23			P-32-24S-37E	30-025-23866-00-0	00
Inspection	Tuna Ingnastia-		Ingnasta	Wind of C	*Significant	Corrective	
Date 05/24/2010	Type Inspection Bradenhead		Inspector Sulvio Dioleov	Violation?	Non-Compliance?	Action Due By:	Inspection No.
		DDECCMBETE	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014440997
	m mspection:	FRESSURE IES	ST DUE (5 YR TES	T 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 N	
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No.	Action Due By: 8/27/2010	iSAD1014457574
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			1011137371
LANGLIE J	IAL UNIT No.	.071			D-8-25S-37E	30 025 22960 00	00
Inspection					*Significant	30-025-23869-00- 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	iSAD1014455950
Comments	on Inspection:	PRESSURE TE	ST 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	1	Inspector	Violation?	*Significant	Corrective	
05/24/2010	Bradenhead	•	Sylvia Dickey	Yes	Non-Compliance? No	Action Due By:	Inspection No.
· -	on Inspection:	PRESSURE TE	ST DUE (5 YR TE		NO	8/27/2010	iSAD1014443201
		TRESSORE TE		31 DOL)			
	AL UNIT No.	047			F-5-25S-37E	30-025-23883-00-	00
Inspection 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	iSAD1014441316
Comments of	on Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)			157.157011111310
	AL UNIT No.	057			L-5-25S-37E	30-025-23884-00-	00
Inspection Date	Type Inspection	I	Inspector	Violation?	*Significant Non-Compliance?	Corrective 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)			
LANCITE	AT FINITED NI	000					
Inspection	AL UNIT No.	022			I-32-24S-37E	30-025-24478-00-	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	iSAD1014434982
Comments o	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	00
Inspection					*Significant	Corrective	UU
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead	DD = 0.01	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014440546
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)			
LANGLIE J	AL UNIT No.	038			A-5-25S-37E	30-025-24484-00-0	10
Inspection	Type Inspection		T	17: 1 d 0	*Significant	Corrective	
Date 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	iSAD1014442384
	AL UNIT No.	008				30-025-24839-00-0	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	- · · ·	iSAD1014433978
Comments o	n Inspection:	PRESSURE TES	ST DUE (5 YEAR 7			3.2,72010	101101101101101
			(

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:

Inspection No.

Comments on Inspection:

PRESSURE TEST DUE (5 YEAR TEST DUE)

Sylvia Dickey

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