

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

I ield Inspection Program
"Preserving the Integrity of Our Unvironment"

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.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 TI	EST 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 FAILURI	E 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?	30-025-11304-00-00 Corrective Action Due By: Inspection No.	
05/24/2010	Bradenhead	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014431669
Comments	on Inspection: WELL SIGN N	IEEDS 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 Inspector Violation? Date Non-Compliance? Inspection No. 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 Date Type Inspection 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 Violation? Date 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 30-025-11315-00-00 J-32-24S-37E 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 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 Inspector Violation? Date Non-Compliance? Inspection No. 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 Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Yes Sylvia Dickey 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? 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)

O5/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014443 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.039 Inspection Date Type Inspection: PRESSURE TEST DUE (5 YR TEST DUE) D-4-25S-37E *Significant Non-Compliance? Action Due By: Inspection is AD1014442 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Inspection Date Type Inspection Inspector Violation? Non-Compliance? Type Inspection Inspector Violation? Non-Compliance? Significant Non-Compliance? Action Due By: Inspection Non-Compliance?	•			LANGLIE JAL UNIT No.041			30-025-11437-00-00	
Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.039 Inspection Date Type Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) D-4-25S-37E *Significant Non-Compliance? Action Due By: Inspection is AD1014442 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Inspection Date Type Inspection Inspection Violation? Violation? Non-Compliance? Type Inspection Inspection: PRESSURE TEST DUE (5 YR TEST DUE) PRESSURE TEST DUE (5 YR TEST DUE) Self-25S-37E *Significant Non-Compliance? Action Due By: Inspection Non-Compliance? Action Due By: Inspection Non-Compliance? Non-Complian	Date	Type Inspection	n	Inspector	Violation?			
LANGLIE JAL UNIT No.039 Inspection Date Type Inspection: O5/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014442 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) E-4-25S-37E No. 8/27/2010 iSAD1014442 E-4-25S-37E Significant Non-Compliance? Significant Non-Compliance? Significant Non-Compliance? Significant Non-Compliance? Significant Non-Compliance? Non-Comp	05/24/2010	Bradenhead		Sylvia Dickey	Yes			
Inspection Date Type Inspection Inspector Violation? Violation? Non-Compliance? Action Due By: Inspection Non-Compliance? O5/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014442 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Inspection Date Type Inspection Inspector Violation? Non-Compliance? Non-Comp	Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)		,	
Inspection Date Type Inspection Inspector Violation? Violation? Non-Compliance? Action Due By: Inspection Non-Compliance? O5/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014442 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Inspection Date Type Inspection Inspector Violation? Non-Compliance? Non-Comp	LANGLIE .	IAL UNIT No.	.039			D-4-25S-37F	30-025-11442-00-00	
O5/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014442 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Inspection Type Inspection Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection Non-Compliance? Action Due By: Inspection Non-Compliance? Non-Compl	Inspection			_				
Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE) LANGLIE JAL UNIT No.044 Inspection Date Type Inspection Date Type Inspection Solution: Type Inspection Solution: PRESSURE TEST DUE (5 YR TEST DUE) E-4-25S-37E *Significant Non-Compliance: Action Due By: Inspection No 8/27/2010 iSAD1014444 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)		•	1	•		•	•	
LANGLIE JAL UNIT No.044 Inspection Date Type Inspection Inspector Violation? Non-Compliance? Non-Compliance? Non-Compliance? O5/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014444 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)	•		DD 000110	•		No	8/27/2010 iSAD1014442	
Inspection Date Type Inspection Inspector Violation? Significant Non-Compliance? Action Due By: Inspection Non-Compliance? Non-Compliance? Non-Compliance? Action Due By: Inspection Non-Compliance Non-Compliance? Non-Compli	Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
Inspection Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection Nos/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014444 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)	LANGLIE J	JAL UNIT No.	044			E-4-25S-37E	30-025-11443-00-00	
05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014444 Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)	•	Type Increation		I	X71.1.41.0		Corrective	
Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)			ı	•		-		
			DDECCLIDETE	•		No	8/2//2010 iSAD1014444	
	Comments	m mspection:	PRESSURE IE	ST DUE (5 YR TE	SI DUE)			
LANGLIE JAL UNIT No.064 O-5-25S-37E 30-025-11450-00-00	LANGLIE JAL UNIT No.064			O-5-25S-37E 30-025-11450-00-00				
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Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)			PRESSURE TE	•		NO	8/27/2010 iSAD1014454:	
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LANGLIE JAL UNIT No.036 C-5-25S-37E 30-025-11452-00-00		LANGLIE JAL UNIT No.036				C-5-25S-37E 30-025-11452-00-00		
Inspection *Significant Corrective Date Type Inspection Inspector Violation? Non-Compliance? Action Due Pro-Inspection N	•	Type Inspection	1	Inspector	Violation?			
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LANGLIE JAL UNIT No.046 G-5-25S-37E 30-025-11453-00-00		AL UNIT No.	046				30-025-11453-00-00	
Inspection *Significant Corrective Date Type Inspection Inspector Violation? Non-Compliance? Action Due By: Inspection N	•	Type Inspection		Inspector	Violation?			
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LANGLIE JAL UNIT No.059 J-5-25S-37E *Significant *Corrective Corrective		AL UNIT No.	059					
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05/04/0010 Dandarkard 0.1 t Did	05/24/2010	Bradenhead		Sylvia Dickey	Yes	<u>-</u>		
Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)	Comments of	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)			
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LANGLIE JAL UNIT No.035 D-5-25S-37E *Significant *Correction *Correction		AL UNIT No.	035					
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Comments on Inspection: PRESSURE TEST DUE (5 YEAR TEST DUE)	Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YEAR	TEST DUE)			
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LANGLIE JAL UNIT No.037 Inspection *Significant Convention		AL UNII NO.	บร/					
Type Inspection Type Inspection	•	Type Inspection		Inspector	Violation?			
05/04/0010 Development 0.1: B::	05/24/2010	Bradenhead		Sylvia Dickey	Yes		· = / ·	
Comments on Inspection: PRESSURE TEST DUE (5 YR TEST DUE)	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 *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 Violation? Date Inspection No. Non-Compliance? Action Due By: 05/24/2010 Bradenhead Sylvia Dickey Yes No 8/27/2010 iSAD1014456598 PRESSURE TEST DUE (5 YR TEST DUE) Comments on Inspection: 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 Type Inspection Inspector Violation? 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 Corrective Date Type Inspection Inspector Violation? 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 Inspector Violation? Date 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 Date 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 Notes Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:	oπ	Inspector Sylvia Dickey EST DUE (5 YR TE	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 JAL UNIT Notes Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:	n	Inspector Sylvia Dickey EST DUE (5 YR TE	Violation? Yes ST DUE)	D-8-25S-37E *Significant Non-Compliance? No	30-025-23869-00- Corrective Action Due By: 8/27/2010	00 Inspection No. iSAD1014455950
LANGLIE JAL UNIT No Inspection Date Type Inspectio 05/24/2010 Bradenhead Comments on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TE	Violation? Yes ST DUE)	F-4-25S-37E *Significant Non-Compliance?	30-025-23882-00- Corrective Action Due By: 8/27/2010	00 Inspection No. iSAD1014443201
Inspection Date O5/24/2010 Comments on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TE	Violation? Yes ST DUE)	F-5-25S-37E *Significant Non-Compliance? No	30-025-23883-00- Corrective Action Due By: 8/27/2010	00 Inspection No. iSAD1014441316
LANGLIE JAL UNIT No Inspection Date Type Inspectio 05/24/2010 Bradenhead Comments on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YEAR	Violation? Yes TEST DUE)	L-5-25S-37E *Significant Non-Compliance? No	30-025-23884-00- Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014438823
LANGLIE JAL UNIT No Inspection Date Type Inspectio 05/24/2010 Bradenhead Comments on Inspection:	n	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	Inspection No. iSAD1014434982
LANGLIE JAL UNIT No Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:	n	Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	O-32-24S-37E *Significant Non-Compliance? No	30-025-24479-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014440546
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:	1	Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	A-5-25S-37E *Significant Non-Compliance? No	30-025-24484-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014442384
LANGLIE JAL UNIT No. Inspection Date Type Inspection 05/24/2010 Bradenhead Comments on Inspection:	1	Inspector Sylvia Dickey ST DUE (5 YEAR 7	Violation? Yes FEST DUE)	G-32-24S-37E *Significant Non-Compliance? No	30-025-24839-00-0 Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014433978

LANGLIE JAL UNIT No.034

A-6-25S-37E

30-025-24889-00-00

Inspection Date

Type Inspection

Inspector

*Significant Violation? Non-Compliance? Corrective

Action Due By:

05/24/2010

Bradenhead

Sylvia Dickey

Yes

No

Inspection No. 8/27/2010

iSAD1014438029

Comments on Inspection:

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.

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