

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 University"

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 05/24/2010	JAL UNIT No.027 Type Inspection Bradenhead	Inspector Sylvia Dickey	Violation? Yes	P-31-24S-37E *Significant Non-Compliance? No	30-025-11297-00- Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014436952
Comments	on Inspection: PRESSURE	TEST DUE (5 YEAR	TEST DUE)			
LANGLIE J	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 FAILUI	RE PRESSURE TEST	DUE (5 YEA	AR TEST DUE		
LANGLIE (Inspection Date	JAL UNIT No.001 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: 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? 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 Date 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 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 Type Inspection Date Inspector Violation? Action Due By: Non-Compliance? Inspection No. 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 Date Type Inspection 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 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 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 Date Inspector 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)

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 o	n Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE J.	AL UNIT No.	039			D-4-25S-37E	30-025-11442-00-	00
Inspection	Type Inspection		T	W. L.C. O	*Significant	Corrective	
Date 05/24/2010	Bradenhead	l	Inspector Sylvia Dickey	Violation? Yes	Non-Compliance?	Action Due By:	Inspection No.
Comments of		PDESSIDETE	EST DUE (5 YR TE		No	8/27/2010	iSAD1014442701
	- Inspection	T KESSOKE TE		31 DOE)			
LANGLIE J	AL UNIT No.	044			E-4-25S-37E	30-025-11443-00-	00
Inspection Date	Type Inspection	•	Inspector	Violation?	*Significant	Corrective	•
	Bradenhead		Sylvia Dickey	Yes Yes	Non-Compliance? No	Action Due By:	Inspection No.
Comments or		PRESSURE TE	ST DUE (5 YR TES		NO	8/27/2010	iSAD1014444355
		TRESCORE TE	ST DOL (3 TR TE	31 DOL)			
LANGLIE JA	AL UNIT No.	064			O-5-25S-37E	30-025-11450-00-	00
Inspection Date	Type Inspection	l	Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.
	Bradenhead		Sylvia Dickey	Yes	No	Action Due By: 8/27/2010	iSAD1014454309
Comments or	1 Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)	2.0	0,2,72010	10/11/10/14/54/507
· · · · · · · · · · · · · · · · · · ·							
LANGLIE JA	AL UNIT No.	036			C-5-25S-37E	30-025-11452-00-0	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant	Corrective	Inspection No.
	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	iSAD1014439643
Comments or	Inspection:	PRESSURE TE	ST DUE (5 YEAR		110	0/2//2010	10110111137043
							-
LANGLIE JA	AL UNIT No.	046			G-5-25S-37E	30-025-11453-00-0	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	•	iSAD1014441819
Comments or	Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)		0,2,,,2010	101111111111111111111111111111111111111
LANGLIE JA Inspection	AL UNIT No.	059			J-5-25S-37E	30-025-11454-00-0	00
Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No		iSAD1014459018
Comments or	Inspection:	PRESSURE TE	ST DUE (5 YR TES	T DUE)			
LANGLIE JA	AT TIMIT No.	125			D 5 050 050		
Inspection	AL CIVIT IVO.	<i>)</i> 33			D-5-25S-37E *Significant	30-025-11455-00-(Corrective)0
Date	Type Inspection		Inspector,.	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014439186
Comments on	Inspection:	PRESSURE TE	ST DUE (5 YEAR 7	rest due)			
LANCING IAL LINUT No. 027					D 5 050 050		
LANGLIE JAL UNIT No.037 Inspection					B-5-25S-37E	30-025-11456-00-0	00
Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
	Bradenhead		Sylvia Dickey	Yes	No		iSAD1014441590
Comments on	Inspection:	PRESSURE TE	ST DUE (5 YR TES	T DUE)			

LANGLIE JAL UNIT No.045 Inspection Date Type Inspection			Inspector Violation?	H-5-25S-37E *Significant Non-Compliance?	30-025-11461-00-00 Corrective Action Due By: Inspection No.		
05/24/2010 Comments	Bradenhead on Inspection:	PRESSURE TE	Sylvia Dickey EST DUE (5 YR TE	Yes ST DUE)	No	8/27/2010	iSAD1014442223
YANGLIE	TAT VINITON						
LANGLIE, Inspection	LANGLIE JAL UNIT No.031 Inspection			D-6-25S-37E *Significant	30-025-11475-00-00 Corrective		
Date	Type Inspectio	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014458105
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE	JAL UNIT No	055			J-6-25S-37E	20 025 11476 00	00
Inspection					*Significant	30-025-11476-00- Corrective	00 -
Date	Type Inspectio	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014456598
Comments	on Inspection:	PRESSURE TE	EST DUE (5 YR TE	ST DUE)			
LANGLIE J	IAL UNIT No	.033			B-6-25S-37E	30-025-11480-00-	00
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant	Corrective	Inquestion No
05/24/2010	Bradenhead		Sylvia Dickey	Yes	Non-Compliance? No	Action Due By: 8/27/2010	Inspection No. iSAD1014437756
Comments of	on Inspection:	PRESSURE TE	ST DUE (5 YEAR		110	0/2//2010	13AD1014437730
	IAL UNIT No.	.085			P-8-25S-37E	30-025-11493-00-	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	iSAD1014451233
Comments of	on Inspection:	SURFACE UNA	ABLE TO CHECK	NEED TO RE	· -	0,27,2010	1011011131233
	IAL UNIT No.	072			C-8-25S-37E 30-025-11506-00-00		
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	iSAD1014445510
Comments of	on Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE) INJI	ECTION LINE LEAK		
	IAL UNIT No.	075			D-9-25S-37E	30-025-11510-00-0	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	iSAD1014453400
Comments	on Inspection:	No Well Sign (F	Rule 103).				
LANGLIE	AL UNIT No.	013			E 21 248 27E	20.025.22065.00	20
Inspection					F-31-24S-37E *Significant	30-025-23865-00-0 Corrective) 0
Date	Type Inspection	1	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead		Sylvia Dickey	Yes	No	8/27/2010	iSAD1014458530
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)			
LANGLIE I	AL UNIT No.	023			P-32-24S-37E	30-025-23866-00-0	00
Inspection			_		*Significant	Corrective	, o
Date 05/24/2010	Type Inspection	l	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
05/24/2010	Bradenhead	DDEGGUESS	Sylvia Dickey	Yes	No	8/27/2010	iSAD1014440997
Comments o	n Inspection:	PRESSURE TE	ST DUE (5 YR TES	ST DUE)			

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?	Action Due By:	Inspection No.
	on Inspection;	PRESSURE TE	EST DUE (5 YR TE		No	8/27/2010	iSAD1014457574
		- REGSORE TE	ST DOD (S TR TE	JI DOL)			
LANGLIE , Inspection Date	JAL UNIT No.		Inspector	Walar 9	D-8-25S-37E *Significant	30-025-23869-00- Corrective	
05/24/2010	Bradenhead	•	Sylvia Dickey	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	on Inspection:	DDESCHOETE	ST DUE (5 YR TE	Yes	No	8/27/2010	iSAD1014455950
	- Inspection	TRESSURE TE	31 DOE (3 1K 1E	SI DUE)			
Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead		Inspector Sylvia Dickey	Violation? Yes	F-4-25S-37E *Significant Non-Compliance? No	30-025-23882-00- Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014443201
Comments	on Inspection:	PRESSURE TE	ST DUE (5 YR TE		110	0/2//2010	ISAD1014443201
Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead on Inspection:	047	Inspector Sylvia Dickey ST DUE (5 YR TE:	Violation? Yes	F-5-25S-37E *Significant Non-Compliance? No	30-025-23883-00- Corrective Action Due By: 8/27/2010	00 Inspection No. iSAD1014441316
			or Bob (5 TK TE				
Inspection Date 05/24/2010	JAL UNIT No. Type Inspection Bradenhead on Inspection:		Inspector Sylvia Dickey ST DUE (5 YEAR ⁷	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
Inspection Date 05/24/2010	JAL UNIT No.0 Type Inspection Bradenhead on Inspection:		Inspector Sylvia Dickey ST DUE (5 YEAR 7	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 J	IAL UNIT No.0)24			O-32-24S-37E 30-025-24479-00-00		
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	iSAD1014440546
Comments o	on Inspection:	PRESSURE TES	ST DUE (5 YR TES	ST DUE)			
Inspection Date 05/24/2010	AL UNIT No.(Type Inspection Bradenhead on Inspection:		Inspector Sylvia Dickey ST DUE (5 YR TES	Violation? Yes ST DUE)	A-5-25S-37E *Significant Non-Compliance? No	30-025-24484-00-(Corrective Action Due By: 8/27/2010	Inspection No. iSAD1014442384
Inspection Date 05/24/2010	AL UNIT No.(Type Inspection Bradenhead Inspection:		Inspector Sylvia Dickey ST DUE (5 YEAR 1	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

Inspection

Type Inspection Date

Inspector

A-6-25S-37E Violation?

30-025-24889-00-00

*Significant Non-Compliance?

No

Corrective Action Due By: 8/27/2010

Inspection No. iSAD1014438029

05/24/2010 Bradenhead Comments on Inspection:

Svlvia Dickev

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.

Yes

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