



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

*Inspection Report*  
*Inspection Report*

19-Jul-10

## PRIMAL ENERGY CORPORATION

21021 SPRINGBROOK PLAZA DR. SUITE 160

SPRING TX 77379

## 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.

### INSPECTION DETAIL SECTION

JUDY No.001				C-7-25S-37E	30-025-24641-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2010	Routine/Periodic	Mark Whitaker	Yes	No	10/22/2010	iMAW1020039729
Violations						
Absent Well Identification Signs (Rule 103)						
Comments on Inspection:		No well Sign (Rule 19 15.16 8). NEED TO INSTALL WELL SIGN AT WELLHEAD AND BATTERY W/ EMERGENCY CONTACT NUMBER. 1st notice.				
HARRISON No.002				H-7-25S-37E	30-025-24749-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2010	Routine/Periodic	Mark Whitaker	Yes	No	10/22/2010	iMAW1020041358
Violations						
Absent Well Identification Signs (Rule 103)						
Comments on Inspection:		Power off. No operator listed on well sign. NEED TO CORRECT WELL SIGN. 1st notice.				
JUDY No.003				F-7-25S-37E	30-025-26262-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2010	Routine/Periodic	Mark Whitaker	Yes	No	10/22/2010	iMAW1020039066
Violations						
Absent Well Identification Signs (Rule 103)						
Comments on Inspection:		Well sign not legible (Rule 19 15.16.8). NEED TO REPLACE WELL SIGN. 1st notice.				

PAPOOSE No.001

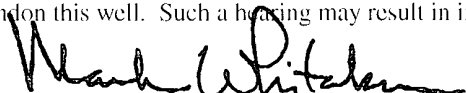
B-7-25S-37E

30-025-30612-00-00

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/19/2010	Routine/Periodic	Mark Whitaker	Yes	No	10/22/2010	iMAW1020041899
<b>Violations</b>						
Absent Well Identification Signs (Rule 103)						

**Comments on Inspection:** No operator listed on well sign (Rule 19.115 16.8). NEED TO CORRECT WELL SIGN AND MOVE CLOSER TO WELL. 1st notice.

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 Division 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.



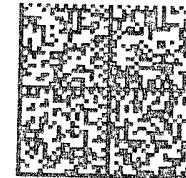
Sincerely,

COMPLIANCE OFFICER

Hobbs OCD District Office

**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



HASLER  
017H15554612  
\$0.440  
07/19/2010  
Mailed From 88240  
US POSTAGE

PRIMAL ENERGY CORPORATION  
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