

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Jim Noel Cabinet Secretary Karen W. Garcia Deputy Cabinet Secretary Mark E. Fesmire, P.E. Director Oil Conservation Division

Field Inspection Program "Preserving the Integrity of Our Eavironment"

20-Oct-10

WESTBROOK OIL CORP

PO BOX 2264 HOBBS_NM_88241

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		
PENROC MONUMENT No.001 Inspection Date Type Inspection 10/19/2010 Routine/Periodic Violations		Inspector Mark Whitaker	Violation? Yes	H-12-19S-36E *Significant Non-Compliance? No	30-025-03996-00 Corrective Action Due By: 11/26/2010	-00 Inspection No. iMAW1029249831	
	Absent Well Ide	entification Sign					
Comments on Inspection:		Operator reporting O/W/G production. NO rods in hole. Valves on tbg and annulus closed. No Operator on well sign. NEED TO CALL OCD (575-393-6161) AND SCHEDULE TIME TO VERIFY PRODUCTION. NEED TO CORRECT WELL SIGN					

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 summohing 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.

Sincerely. COMPLIANCE OFFICER

Hobbs OCD District Office

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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



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