State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David Catanach
Division Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

17-Jan-18

DEVON ENERGY PRODUCTION COMPANY, LP

PO Box 250

Artesia NM 88210

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.

TODD 23 H Inspection	I FEDERAL No			H-23-23S-31E *Significant	30-015-28182-00- Corrective	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
01/17/2018	Routine/Period	ic Tony Morales	Yes	No	4/22/2018	iTM1801747222
	Violations					
	General Housekee	oing (Rule 114)				
Comments	T					
Comments	_	OK. All Equipment and Location i 19.15.10.5 POWER OFF	n Good Shape.	PJ STAINING	G AROUND WELLHI	EAD
	-	19.15.10.5 POWER OFF	n Good Shape.	I-23-23S-31E	30-015-28766-00-	
		19.15.10.5 POWER OFF	n Good Shape. Violation?			
TODD 23 I Inspection	FEDERAL No.	19.15.10.5 POWER OFF 19.16 Inspector		I-23-23S-31E *Significant	30-015-28766-00- Corrective	00

TODD 23 G FEDERAL No.032

G-23-23S-31E

30-015-32018-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? Corrective

Inspection No.

01/17/2018

Routine/Periodic

Tony Morales

Yes

Comphano No Action Due By: 4/22/2018

iTM1801747462

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ. STAINING AROUND WELL HEAD

CONTAMINATED MATERIAL NEXT TO WELL HEAD 19.15.10.8

TODD 26 C FEDERAL COM No.012H

C-26-23S-31E

30-015-36827-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? Corrective
Action Due By:

Inspection No.

01/17/2018 Routine/Periodic

Tony Morales

Yes No

4/22/2018

iTM1801743056

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO STAINING AROUND

WELLHEAD. 19.15.10.8

ALDABRA 26 FEDERAL No.008H

P-26-23S-31E *Significant 30-015-38624-00-00 Corrective

Inspection No.

Inspection Date 01/17/2018

Type Inspection

Routine/Periodic

Inspector

Tony Morales

Violation? Yes Non-Compliance?

Action Due By: 4/22/2018

Inspection No. iTM1801738510

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO STAINING AROUND

WELLHEAD. CONTAMINATED MATERIAL ON LOCATION 19.15.10.8

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.

Sincerely,

Artesia 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.