State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen

Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

Heather Riley
Division Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

02-Mar-18

MATADOR PRODUCTION COMPANY

One Lincoln Centre 5400 LBJ Freeway, Ste 1500

Dallas TX 75240-5240

Comments on Inspection:

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

ANNE COM Inspection Date	I 15 24S 28E RB Type Inspection	No.221H Inspector	Violation?	D-15-24S-28E *Significant Non-Compliance?	30-015-43899-00- Corrective Action Due By:	00 Inspection No.
03/02/2018	Routine/Periodic Violations Absent Well Identific	Tony Morales ation Signs (Rule 103)	Yes	No	6/5/2018	iTM1806143030
Comments o		K. All Equipment and Location in 15.16.8	n Good Shape	. LOCATION SIGN	NOT AT WELLHEA	D,
ANNE COM Inspection Date	I 15 24S 28E RB Type Inspection	No.201H Inspector	Violation?	D-15-24S-28E *Significant Non-Compliance?	30-015-44210-00- Corrective Action Due By:	00 Inspection No.
03/02/2018	Routine/Periodic Violations Absent Well Identific General Housekeepin	ation Signs (Rule 103)	Yes	No	6/5/2018	iTM1806143158

OK. All Equipment and Location in Good Shape. LOCATION SIGN NOT AT WELLHEAD,

19.15.16.8 STAINING AROUND WELLHEAD 19.15.10.8

ANNE COM 15 24S 28E RB

No.222H

E-15-24S-28E

30-015-44421-00-00

Inspection Date

03/02/2018

Type Inspection Routine/Periodic Inspector

Violation?

*Significant Non-Compliance? No

Corrective **Action Due By:**

Inspection No.

Tony Morales

Yes

6/5/2018

iTM1806142779

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. LOCATION SIGN NOT AT WELLHEAD,

19.15.16.8

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.