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

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.

		<i>INSPECTIO</i>	N DETAIL	SECTION		
ANNE COM Inspection Date	15 24S 28E R Type Inspection	B No.221H Inspector	Violation?	D-15-24S-28E *Significant Non-Compliance?	30-015-43899-00-00 Corrective Action Due By:) Inspection No.
03/02/2018	Routine/Period Violations Absent Well Ident	lic Tony Morales ification Signs (Rule 103)	Yes	No	6/5/2018 i	TM1806143030
Comments o	n Inspection:	OK. All Equipment and Location in 19.15.16.8	Good Shape	LOCATION SIGN	NOT AT WELLHEAD,	
ANNE COM Inspection Date	15 24S 28E R Type Inspection	B No.201H Inspector	Violation?	D-15-24S-28E *Significant Non-Compliance?	30-015-44210-00-00 Corrective Action Due By:	Inspection No.
03/02/2018	Routine/Period Violations Absent Well Ident General Housekee	ification Signs (Rule 103)	Yes	No	6/5/2018	TM1806143158
Comments o	n Inspection:	OK. All Equipment and Location in 19.15.16.8 STAINING AROUND	•		NOT AT WELLHEAD,	

ANNE COM	4 15 24S 28E	RB No.222H		E-15-24S-28E	30-015-44421-00-0	D
Inspection Date	Type Inspection	on Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/02/2018	Routine/Peri	odic Tony Morales	Yes	No	6/5/2018	iTM1806142779
	Violations					
	Absent Well Ide	entification Signs (Rule 103)				
Comments on Inspection:		OK. All Equipment and Location 19.15.16.8	in Good Shape.	LOCATION SIGN	NOT AT WELLHEA	D,

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,

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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.