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"

23-Apr-18

FREEDOM ENERGY LLC

R649 N. 13th St.

Lake Arthur NM 88253-8253

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 DETAIL	SECTION		
BROOKS No.010 Inspection Date Type Inspection			Inspector	Violation?	D-19-17S-28E *Significant Non-Compliance?	30-015-01426-00- Corrective Action Due By:	00 Inspection No.
04/23/2018	Routine/Perio Violations Absent Well Ide	odic ntification Signs (Re	Tony Morales ule 103)	Yes	No	7/27/2018	iTM1811348935
Comments	on Inspection:	OK. All Equipm 19.15.16.8	nent and Location in	Good Shape.	PJO LOCATION S	IGN NOT LEGIBLE	
BROOKS No.016					D-19-17S-28E 30-015-01432-00-00		
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/23/2018	Routine/Perio	odic ntification Signs (R	Tony Morales ule 103)	Yes	No	7/27/2018	iTM1811349419
Comments	on Inspection:	OK. All Equipm	nent and Location in	Good Shape.	PJO LOCATION S	IGN NOT LEGIBLE	

BROOKS No.001

A-19-17S-28E

No

30-015-01446-00-00

Inspection

Type Inspection Date

Inspector

Violation?

Significant Non-Compliance?

Corrective Action Due By: Inspection No.

04/23/2018

Routine/Periodic

Tony Morales

Yes

7/27/2018

iTM1811343338

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ LOCATION SIGN NOT LEGIBLE

19.15.16.8

BROOKS No.006

Type Inspection

30-015-01451-00-00

Corrective

Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

E-19-17S-28E

Action Due By:

Inspection No.

04/23/2018

Routine/Periodic

Tony Morales

Yes

No

7/27/2018

iTM1811351432

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO LOCATION SIGN NOT LEGIBLE

19.15.16.8

BROOKS No.023

Type Inspection

D-19-17S-28E 30-015-10487-00-00

Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

04/23/2018

Routine/Periodic

Tony Morales

Yes

No

Non-Compliance?

No

7/27/2018

7/27/2018

iTM1811349928

Violations

Absent Well Identification Signs (Rule 103)

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO LOCATION SIGN NOT LEGIBLE

Violation?

Yes

19.15.16.8 OLD PJ ON LOCATION 19.15.10.8

BROOKS No.024

Inspection

Date

04/23/2018

Type Inspection

Inspector

Tony Morales

*Significant

D-19-17S-28E 30-015-23104-00-00

Corrective Action Due By:

Inspection No. iTM1811349680

Routine/Periodic Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO LOCATION SIGN NOT LEGIBLE

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.