State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Govenor

Sarah Cottrell Propst

Cabinet Secretary

Vacant

Deputy Cabinet Secretary

Gabriel Wade Division Director

"Response Required - Deadline Enclosed"

SEPTION OF SEPTION OF

Field Inspection Program
"Preserving the Integrity of Our Environment"

09-Jan-19

APACHE CORPORATION 303 Veterans Airpark Ln #1000 Midland, TX 79705

Dear Operator:

LETTER OF VIOLATION - Field Inspection

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-025-33568] STATE V #007

OGRID: 873

B-36-19S-36E 660 FNL 1880 FEL

Inspection Date 10/3/2018

Type Inspection

Inspector

Corrective Action Due By

Inspection No.

Routine Inspection

[GB] George Bower

4/30/2019

iGB1827633568

Violations:

Rule

Violation

Comment

19.15 Oil and Gas Mechanical Integrity Failure Recorded MIT failure was added

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 Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



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FIRST-CLASS MAIL
\$000 47°

01/24/2019 ZIP 88240 0421 14818194

APACHE CORP Reesa Fisher 303 Veterans Airpark Lane Midland TX 79705