50035-09649 50035-23869 50035-23869

RE: Letter of Violation dated 10/23/14

Dickey, Sylvia, EMNRD

Sent: Friday, January 16, 2015 1:24 PM

To: lpina@legacylp.com

Cc: Brown, Maxey G, EMNRD; Sonnamaker, William, EMNRD

Laura;

Per our conversation this morning (1/16/2015) please note that I will place this email in the wellfile regarding an extension on the Cooper Jal Unit #230 until 2/2/2015. This extension only covers the Over Pressure Limit Violation dated 10/23/2014, expiring 1/24/2015 regarding the "CJU #230". As discussed the NOI/Subsequent Report C103 will be forwarded to the Hobbs District I Office regarding the correction of the well violation, by 2/2/2015.

In regards to the LJU #71 the well is covered under ACOI-274-B. This well can be addressed, once the ACOI is amended for future repairs in communication with the Santa Fe Office (Daniel Sanchez) and/or Hobbs OCD District I Supervisor, Maxey Brown. Maxey Brown is out of the office today, but will be in next week, if any further discussion is needed.

Thank you,

Sylvia A. Dickey Compliance Officer Hobbs District I Office 575-370-3188 575-393-6161 x112

From: Dickey, Sylvia, EMNRD

Sent: Thursday, January 15, 2015 4:04 PM

To: Laura Pina

Cc: Sonnamaker, William, EMNRD; Brown, Maxey G, EMNRD

Subject: RE: Letter of Violation dated 10/23/14

Laura;

I am going to review your ACOI -274-B. This document expires April 2015 and is online for your review.

ACOI's are created and agreed upon, so that the Operator can work with the State to bring into compliance so many wells before the expiration of the ACOI.

The Langlie Jal Unit #71 has an expired TA Status. If you speak to Maxey Brown or Bill Sonnamaker of our Hobbs Office, they may agree to a pressure test to bring this well back on Approved TA Status. A NOI C103 will be needed if this is the case. Also FYI Daniel Sanchez is the Compliance Manager in Santa Fe.

Talk to you tomorrow.

SYLVIA A. DICKEY Compliance Officer 575-370-3188

JAN 2 0 2015

From: Laura Pina [lpina@legacylp.com]

Sent: Thursday, January 15, 2015 3:21 PM

To: Dickey, Sylvia, EMNRD

Subject: Letter of Violation dated 10/23/14

Sylvia,

The letter of violation dated 10/23/14 is coming up due. I need to know what I need to do for the Cooper Jal Unit #230, API# 30-025-09649? I have yet to encounter a violation of this sort, so I'm unaware of what needs to be done or submitted.

Also, the Langlie Jal Unit #71, API# 30-025-23869 is currently on our Agreed Compliance that Legacy Reserves Operating LP has in place with the State. Do I need to submit something?

Please advise.

Thanks, Laura