State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David Catanach, Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

31-Mar-16

COG OPERATING LLC ONE CONCHO CENTER 600 W. ILLINOIS AVE MIDLAND TX 79701

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	V DETAIL	SECTION		
COOPER 7 Inspection Date	No.001 Type Inspectio	n	Inspector	Violation?	D-7-20S-37E *Significant Non-Compliance?	30-025-36860-00-0 Corrective Action Due By:	0 Inspection No.
03/31/2016	Routine/Periodic Violations Idle well (Rule 201)		Mark Whitaker	Yes	No	5/4/2016 iN	4AW1609151334
Comments	on Inspection:	2010. NEED T PRODUCTION	O SUBMIT C103 IN	TENT TO PI	LUG AND ABANDO	n 2005. TA status expi N OR PLACE WELL N 30 DAYS WITH WC	ON
KF 4 STAT Inspection Date	E COM No.00 Type Inspectio		Inspector	Violation?	J-4-21S-35E *Significant Non-Compliance?	30-025-38768-00-0 Corrective Action Due By:	0 Inspection No.
03/31/2016	Routine/Perio Violations Idle well (Rule 2		Mark Whitaker	Yes	No	5/4/2016 i	MAW160915188:
12 O		Idle Well (Rule 19.15.25.8). Well never produced since being drilled in 2008. TA status expired 12/20/2013. NEED TO SUBMIT C103 INTENT TO PLUG AND ABANDON OR PLACE WELL ON PRODUCTION. PAPERWORK SHOULD BE SUBMITTED WITHIN 30 DAYS WITH WORK BEGINNING WITHIN 90 DAYS.					

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.

Mal Whiteher Petroteum Engr. Specialist Sincerely

Hobbs 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.

EMNRD OIL CONSERVATION DIVISION 1625 N FRENCH DRIVE HOBBS NM 88240

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