

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Jim Noel
Cabinet Secretary
Karen W. Garcia
Deputy Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Response Required - Deadline Enclosed

Eield Inspection Program
"Preserving the Integrity of Our Environment"

02-Dec-10

ENDEAVOR ENERGY RESOURCES, LP

110 NORTH MARIENFELD SUITE 200 MIDLAND TX 79701

Dear Operator:

LETTER OF VIOLATION - Inspection

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	L SECTION		
CONOCO No.003 Inspection Date Type Inspection		Inspector	Violation?	N-15-8S-33E *Significant Non-Compliance?	30-005-20844-00 Corrective Action Due By:	-00 Inspection No.	
12/02/2010	Compliance V Violations Rule Violation	erification	Maxey Brown	Yes	No	.1/7/2011	iMGB1033641610
Comments	on Inspection:	Violation of ru	le 19.15.25.8 T/A ST	TATUS HAS	EXPIRED. NEED TO	O RETURN WELL T	°O
		PROD. OR P/A	A WELL. THIS IS I	STLETTER	OF NON-COMPLIA	NCE.	
STATE 22 I		PROD. OR P/A	A WELL. THIS IS I	STLETTER	OF NON-COMPLIAN C-22-8S-33E	NCE. 30-005-21009-00-	-00
STATE 22 Inspection Date			Inspector	Violation?		30-005-21009-00- Corrective	-00 Inspection No.
Inspection	No.002			, , , ,	C-22-8S-33E *Significant	30-005-21009-00	Inspection No.
Inspection Date	No.002 Type Inspection Compliance Vo		Inspector	Violation?	C-22-8S-33E *Significant Non-Compliance?	30-005-21009-00 Corrective Action Due By:	

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

Hobbs OCD District Office

COMPLIANCE OFFICER

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



HOSTAGE

\$0.44

12/02/10

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