State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

21-Aug-14

SABER OIL & GAS VENTURES, LLC

400 W ILLINOIS, SUITE 950 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.

INSPECTION DETAIL SECTION

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.

LANGLIE MATTIX UNIT No.004		²		N-14-24S-37E	30-025-11100-00-	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
08/21/2014	Routine/Periodic	Mark Whitaker	Yes	No	10/21/2014	iMAW1423343791
	Violations Absent Well Identification Signs ((Rule 103)				

Comments on Inspection: Wrong operator on well sign (Rule 19.15.16.8). NEED TO CORRECT WELL SIGN TO

REFLECT CURRENT OPERATOR. 1ST NOTICE. LANGLIE MATTIX UNIT No.002 L-14-24S-37E

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
08/21/2014	Routine/Periodic	Mark Whitaker	Yes	No	11/24/2014	iMAW1423343430
	Violations					

Absent Well Identification Signs (Rule 103)

Comments on Inspection: Wrong operator on well sign (Rule 19.15.16.8). NEED TO CORRECT WELL SIGN TO REFLECT CURRENT OPERATOR. 1ST NOTICE.

30-025-11101-00-00

LANGLIE MATTIX UNIT No.018

P-23-24S-37E

30-025-11220-00-00

Inspection Date

08/21/2014

Type Inspection

Routine/Periodic

Inspector

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

Mark Whitaker

Yes No 10/21/2014

iMAW1423339617

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection: · 数字的 数 - 可数。

工具 矮松 经海流

Wrong operator on well sign (Rule 19.15.16.8). Other notes: Power off at control box. Operator

reporting production. NEED TO CORRECT WELL SIGN TO REFLECT CURRENT

Violation?

OPERATOR, 1ST NOTICE.

LANGLIE MATTIX UNIT No.010

F-23-24S-37E

30-025-11221-00-00

Inspection · Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

08/21/2014 Routine/Periodic Mark Whitaker

Yes

No

10/21/2014

iMAW1423341911

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

No well sign (Rule 19.15.16.8). Other notes: Tubing is bullplugged. Flowline connected to

annulus. No valve on flowline. Operator reporting production. NEED TO INSTALL WELL SIGN.

1ST NOTICE.

LANGLIE MATTIX UNIT No.006

B-23-24S-37E

30-025-11223-00-00

Inspection

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

08/21/2014 Routine/Periodic Mark Whitaker

Yes

No

10/21/2014

iMAW1423340635

Violations

Absent Well Identification Signs (Rule 103)

Surface Damage/Restoration

Comments on Inspection:

Wrong operator on well sign (Rule 19.15.16.8). Oil pooling around wellhead. NEED TO

CORRECT WELL SIGN TO REFLECT CURRECT OPERATOR AND TO REMOVE CONTAMINATED SOIL AND FLUIDS FROM AROUND WELLHEAD. 1ST NOTICE.

LANGLIE MATTIX UNIT No.019

Inspection

Type Inspection

Inspector

*Significant

G-23-24S-37E

30-025-30158-00-00 Corrective

Date Routine/Periodic

Violation?

Non-Compliance?

Action Due By:

Inspection No.

08/21/2014

Mark Whitaker

Yes

No

10/21/2014 iMAW1423340181

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

No well sign (Rule 19.15.16.8). NEED TO INSTALL WELL SIGN. 1ST NOTICE.

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,

COMPLIANCE OFFICER

í,

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



SABER OIL & GAS VENTURES, LLC 400 W ILLINOIS SUITE 950 MIDLAND, TX 79701

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