State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

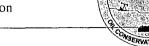
Cabinet Secretary

David Catanach, Director

Oil Conservation Division

Brett F. Woods, Ph.D.

Deputy Cabinet Secretary



Response Required - Deadline Enclosed

05-Mar-15

BURGUNDY OIL & GAS OF N M INC

401 W TEXAS STE 1003 MIDLAND,TX 79701-

LETTER OF VIOLATION Delinquent Regulatory Filings

Dear Operator:

Oil Conservation Division ("OCD") records indicate that you failed to file the required reports identified below, or that your filings were incomplete or inaccurate.

NON-COMPLIANT WELL DETAIL SECTION

SKAGGS GRAYBURG UNIT No.011

Determination or Violation Date: 3/5/2015

Location: 13-20S-37E

30-025-20126-00-00

Original Well Type: Oil (Producing)

Well Status: Active

Delinquent Report or Filing(s): - Other Monitoring and Reporting

37'-1-4'

Violation

Comments: -

CORRECTIVE ACTION ON THIS WELL DUE BY: 4/4/2015

Please file or correct the reports identified above by the corrective action due date indicated. If you fail to file or correct the reports by that date, the OCD will take enforcement action that may include but is not limited to applying for an order assessing civil penalties and/or requiring you to plug and abandon the wells associated with those reports.

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely,

Hobbs OCD District Office

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



Burgundy O & G of NM, Inc. 401.W. Texas, Ste 1003 Midland, TX 79701 Attn: Ben Taylor