State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary David Catanach Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

01-Jun-17

MATADOR PRODUCTION COMPANY

One Lincoln Centre 5400 LBJ Freeway, Ste 1500 Dallas TX 75240-5240

LETTER OF VIOLATION - Inspection

HOBBS OCD

JUN 0 2 2017

RECEIVED

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.

		INSPECTIO	V DETAIL	L SECTION		
CAL-MON Inspection Date	15 STATE No.001 Type Inspection	Inspector	Violation?	D-15-18S-33E *Significant Non-Compliance?	30-025-30608-00 Corrective Action Due By:	-00 Inspection No.
06/01/2017	Routine/Periodic Violations Absent Well Identification Sign	Mark Whitaker	Yes	No	7/7/2017	iMAW1715238563
Comments	on Inspection: No well sig	n (Rule 19.15.16.8). NEI	ED TO INST	ALL WELL SIGN. 1	ST NOTICE.	
CAL-MON Inspection Date	15 STATE No.002 Type Inspection	Inspector	Violation?	C-15-18S-33E *Significant Non-Compliance?	30-025-30674-00 Corrective Action Due By:	-00 Inspection No.
06/01/2017	Routine/Periodic Violations Absent Well Identification Sign	Mark Whitaker	Yes	No	7/7/2017	iMAW1715238352
Comments	on Inspection: No well sig	n (Rule 19.15.16.8). NEI	ED TO INST	ALL WELL SIGN. 1	ST NOTICE.	

Rule 19.15.16.8 Sign should be legible from 50' and each sign shall show operator's name, property name, well number, location by footage, unit letter, section, township, range, and API number.



Oil Conservation Division * 1625 N. French Drive * Hobbs, New Mexico 88240 Phone: 575-393-6161 * Fax: 575-393-0720 * http://www.emnrd.state.nm.us 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.

Valutitaken Etroleum 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



MATADOR PRODUCTION COMPANY ONE LINCOLN CENTRE 5400 LBJ FREEWAY, STE 1500 DALLAS, TX 75240