State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary <u>.</u>...

David Catanach, Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

14-Jul-16

BREITBURN OPERATING LP 1401 MCKINNEY STREET SUITE 2400 HOUSTON TX 77010

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.

		INSPECTIO	N DETAII	L SECTION		
MERSHON Inspection Date	I STATE No.003 Type Inspection	Inspector	Violation?	E-21-18S-28E *Significant Non-Compliance?	30-015-02005-00- Corrective Action Due By:	00 Inspection No.
07/14/2016	Routine/Periodic Violations Absent Well Identification Si	Tony Morales	Yes	No	10/17/2016	iTM1619637470
Comments		quipment and Location in	Good Shape	LOCATION SIGN		·····
STATE 647 Inspection Date	AC 711 No.101 Type Inspection	Inspector	Violation?	P-22-18S-28E *Significant Non-Compliance?	30-015-02015-00- Corrective Action Due By:	00 Inspection No.
07/14/2016	Routine/Periodic Violations Absent Well Identification Si	Tony Morales	Yes	No	10/17/2016	iTM1619648871
Comments o	on Inspection: OK, All E	quipment and Location in	Good Shape	PJ. LOCATION SI	GN NOT VISIBLE.	

STATE 647 AC 713 No.122 Inspection			A-22-18S-28E 30-015-02017-00-00 *Significant Corrective				
Date	Type Inspection	Inspector	Violation?	Non-Compliance?		Inspection No.	
07/14/2016	Routine/Periodic	Tony Morales	Yes	No	10/17/2016	iTM1619644847	
	Violations						
	Absent Well Identification Sign						
Comments	on Inspection: OK. All Eq	uipment and Location in	1 Good Shape	e. PJ. LOCATION S	IGN NOT VISIBLE		
STATE 14 (C No.011			B-23-18S-28E	30-015-02019-00-	00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
07/14/2016	Routine/Periodic	Tony Morales	Yes	Non-Compliance?	10/17/2016	iTM1619646089	
0//14/2010	Violations	Tony Morales	103	110	10/1//2010	11111019040009	
	Absent Well Identification Sign	is (Rule 103)					
Comments	on Inspection: OK. All Eq	uipment and Location ir	1 Good Shape	. PJ. LOCATION S	IGN NOT VISIBLE		
STATE 14 (C No.010			C-23-18S-28E	-28E 30-015-02020-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
07/14/2016	Routine/Periodic	Tony Morales	Yes	No	10/17/2016	iTM1619645859	
	Violations						
_	Absent Well Identification Sign						
Comments o	on Inspection: OK. All Equ	ipment and Location in	Good Shape	. PJ. LOCATION SI	GN NOT VISIBLE		
GULF STAT	ГЕ No.001			J-23-18S-28E	30-015-02024-00-	00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
07/14/2016	Routine/Periodic	Tony Morales	Yes	No	10/17/2016	iTM1619647591	
	Violations						
	General Housekeeping (Rule 11	4)					
Comments o		ipment and Location in TERIES OK. OLD HE			ROUND WELL HEA	\D	
GULF STAT	ГЕ No.002			O-23-18S-28E	30-015-02025-00-		
Inspection		_		*Significant	Corrective		
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
07/14/2016	Routine/Periodic	Tony Morales	Yes	No	10/17/2016	iTM1619647997	
	Violations Absent Well Identification Sign	(Bula 102)					
Comments o	Ũ	ipment and Location in	Good Shane	PL LOCATION SH	GN NOT VISIBLE		
<u> </u>		·	Good Shape.				
STATE 647 Inspection	AC 711 No.129			H-23-18S-28E *Significant	30-015-02030-00-0 Corrective	JU	
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
07/14/2016	Routine/Periodic	Tony Morales	Yes	No	10/17/2016	iTM1619646529	
	Violations						
	1014110113						
	Absent Well Identification Signs	(Rule 103) ipment and Location in					

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, Artesia 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.