State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor Sarah Cottrell Propst Cabinet Secretary Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

Adrienne Sandoval Division Director

"Response Required - Deadline Enclosed"

Field Inspection Program "Preserving the Integrity of Our Environment"



15-Oct-20

BXP Operating, LLC P.O. Box 7227 Dallas, TX 75209

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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.

INSPECTION DETAIL SECTION

[30-015-32202] USA 9 FEDERAL COM #002Q			OGRID: 329487	A-09-20S-28E 660 FNL 660 FEL
Inspection Date 9/24/2020	Type Inspection Routine Inspection	Inspector [GC] Gilbert Cordero	Corrective Action Due By 1/15/2021	Inspection No. iGC2026848494
Violations:				
Rule Vi		Violation		
19.15.16.8 Sign on Wells Ind		Inaccurate	Information	

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 Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,

Comment:

0 Staff Manager

API NUMBER AND WELL NUMBER NOT CORRECT

Staff Manager Artesia OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

Oil Conservation Division * 811 S. First St. * Artesia, NM 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * www.emnrd.state.nm.us

LETTER OF VIOLATION - Field Inspection

From:	Cordero, Gilbert, EMNRD		
To:	<pre>"rbrown@bxpltd.com"; "bguerrero@bxpltd.com"</pre>		
Subject:	LOV		
Date:	Thursday, October 15, 2020 9:59:00 AM		
Attachments:	3001532202 BXP LOV 10 15 2020.pdf		
	3001527682 BXP LOV 10 15 2020.pdf		

Good morning,

Attached please find a Letter of Violation (LOV) for the following wells.

30-015-32202 – USA 9 Federal Com 002Q - API number and well number are incorrect on well sign
30-015-27682 – Remington Federal 002 - Well sign is not legible

Thank you,

Gilbert Cordero Staff Manager NMOCD NM South Cell 575.626.0830