State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary **David Catanach, Director** Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

13-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.

INSPECTION DETAIL SECTION

HUMBLE S Inspection Date	STATE No.002 Type Inspection	Inspector	Violation?	A-20-18S-28E *Significant	30-015-01957-00- Corrective Action Due By:	00 Inspection No.				
07/13/2016	Routine/Periodic	-	Yes	Non-Compliance? No	•	iTM1619540836				
	Absent Well Identification Signs (Rule 103)									
Comments	on Inspection: O	K. All Equipment and Location in	n Good Shape	PJ. LOCATION SIG	GN NOT VISIBLE					
WESTERN Inspection Date	YATES STATE Type Inspection	No.002 Inspector	Violation?	E-20-18S-28E *Significant Non-Compliance?	30-015-01960-00- Corrective Action Due By:	00 Inspection No.				
07/13/2016	Routine/Periodic	Tony Morales	Yes	No	10/16/2016	iTM1619541772				
	Vielations									
	General Housekeepin	g (Rule 114)								
Comments of		C. All Equipment and Location in NMARKED 55 GALLON DRUM	-		SIGN WORN OLD					

VANDEVE	NTER STATE		pector	Violation?	B-20-18S-28E *Significant Non-Compliance?	30-015-20103-00- Corrective Action Due By;	00 Inspection No.
07/13/2016	Routine/Perio Violations Idle well (Rule 2)		ny Morales	Yes	No	10/16/2016	iTM1619539370
Comments on Inspection:		OK. All Equipment and Location in Good Shape. LOCATION SIGN NOT VISIBLE			PJO. STAINING AROUND WELL HEAD.		

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.