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"

18-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		
STATE 647 Inspection Date	AC 711 No.092 Type Inspection	Inspector	Violation?	N-27-18S-28E *Significant Non-Compliance?	30-015-02052-00- Corrective Action Due By:	00 Inspection No.
07/18/2016	Routine/Periodic Violations Absent Well Identification Si	Tony Morales gns (Rule 103)	Yes	No	10/21/2016	iTM1620041627
Comments	on Inspection: OK. All E	Equipment and Location in	Good Shape	. LOCATION SIGN	NOT VISIBLE	
STATE 647 Inspection Date	AC 711 No.089 Type Inspection	Inspector	Violation?	K-27-18S-28E *Significant Non-Compliance?	30-015-02055-00- Corrective Action Due By:	00 Inspection No.
07/18/2016	Routine/Periodic Violations Absent Well Identification Si	Tony Morales gns (Rule 103)	Yes	No	10/21/2016	iTM1620041221
Comments o	on Inspection: OK. All E	quipment and Location in	Good Shape.	LOCATION SIGN	NOT VISIBLE	

STATE 647 Inspection Date	AC 711 No.086 Type Inspection	Inspector	Violation?	M-27-18S-28E *Significant Non-Compliance?	30-015-02056-00- Corrective Action Due By:	DO Inspection No.
07/18/2016	Routine/Periodic	Tony Morales	Yes	No	10/21/2016	iTM1620040861
	Violations	,				
	Absent Well Identifica	tion Signs (Rule 103)				
Comments of	n Inspection: OK	. All Equipment and Location in	Good Shape	. LOCATION SIGN	NOT VISIBLE.	
STATE 647	AC 711 No.027			G-28-18S-28E	30-015-02071-00-00	
· Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/18/2016	Routine/Periodic	Tony Morales	Yes	No	10/21/2016	iTM1620046235
	Violations					
	Absent Well Identifica	•				
Comments o	n Inspection: OK	. All Equipment and Location in	Good Shape	PJ. LOCATION SI	GN NOT VISIBLE.	
STATE 647	AC 711	No.043		H-28-18S-28E	30-015-02073-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/18/2016	Routine/Periodic Violations	Tony Morales	Yes	No	10/21/2016	iTM1620045323
	Absent Well Identifica	tion Signs (Rule 103)				
Comments of	n Inspection: OK.	All Equipment and Location in	Good Shape.	PJ LOCATION SIG	SN NOT VISIBLE	
STATE 647 AC 711		No.132		M-27-18S-28E	30-015-29078-00-00	
Inspection	Tune Increation	France ter	Violation?	*Significant	Corrective	Inspection No.
Date	Type Inspection	Inspector		Non-Compliance?	Action Due By:	•
07/18/2016	Routine/Periodic	Tony Morales	Yes	No	10/21/2016	iTM1620040589
	Absent Well Identificat	tion Signs (Rule 103)				
Comments of		All Equipment and Location in	Good Shane	PL STAINING AR	OUND WELL HEAD	
Comments of	-	SHOIL. LOCATION SIGN N			OUND WELL NEAD	

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 \mathcal{O}

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.