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"

09-Nov-17

BOPCO, L.P.

6401 Holiday Hill Rd Bldg 5, Ste 200 Midland TX 79707-9707

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

BIG EDDY Inspection Date	UNIT No.2501 Type Inspection		pector	Violation?	I-35-19S-31E *Significant Non-Compliance?	30-015-40498-00-00 Corrective Action Due By:	Inspection No.
11/09/2017	Routine/Period Violations General Housekee		ny Morales	Yes	No	2/12/2018 i	TM1731334766
Comments	on Inspection:	OK. All Equipment a 19.15.10.8	and Location in G	GoodShape.	PJO. STAINING	AROUND WELL HEAI)
BIG EDDY UNIT No.251H					P-35-19S-31E	30-015-40499-00-00)
Inspection Date	Type Inspection	Ins	pector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/09/2017	Routine/Perior Violations General Houseker		ny Morales	Yes	No	2/12/2018 i	TM1731334274
		4 1		1	PJ. STAINING A HEAD, 19.15.10.8 /	AROUND WELL HEAD 19.15.16.8	

BIG EDDY UNIT No.252H

P-35-19S-31E

30-015-40500-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

11/09/2017

Routine/Periodic

Tony Morales

Yes

No

2/12/2018

iTM1731334365

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD LOCATION SIGN NOT IDENTIFYING WELLHEAD, OLD TUBING ON LOCATION

19.15.10.8 / 19.15.16.8

BIG EDDY UNIT DI2

No.002H

A-34-19S-31E

30-015-41861-00-00

Inspection

11/09/2017

Date

Type Inspection

Inspector

*Significant Violation? Non-Compliance?

Corrective Action Due By:

Inspection No.

Routine/Periodic **Violations**

Tony Morales

Yes

No

2/12/2018

iTM1731332340

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. STAINING AROUND WELL HEAD

19.15.10.8

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,

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.