State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen

Cabinet Secretary

Matthias Saver

Deputy Cabinet Secretary

David CatanachDivision Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

18-Jan-18

DEVON ENERGY PRODUCTION COMPANY, LP

PO Box 250

Artesia NM 88210

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 O-13-23S-31E 30-015-27716-00-00 **TODD 13 O FEDERAL No.015** *Significant Corrective Inspection Inspection No. **Type Inspection** Inspector Violation? Action Due By: Non-Compliance? Date iTM1801842370 4/23/2018 01/18/2018 Routine/Periodic **Tony Morales** Yes No **Violations** General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELL HEAD 19.15.10.8 J-13-23S-31E 30-015-27858-00-00 **TODD 13 J FEDERAL No.010** *Significant Corrective Inspection Violation? Inspection No. Type Inspection Inspector Non-Compliance? Action Due By: Date iTM1801841841 4/23/2018 01/18/2018 Routine/Periodic Tony Morales Yes No **Violations** General Housekeeping (Rule 114) OK. All Equipment and Location in Good Shape. PJ POWER OFF STAINING AROUND **Comments on Inspection:** WELLHEAD 19.15.10.8

TODD 13 I FEDERAL No.009

I-13-23S-31E

30-015-28647-00-00

Inspection Date

01/18/2018

Type Inspection Routine/Periodic Inspector

Tony Morales

Violation? Yes

*Significant Non-Compliance? No

Corrective Action Due By: 4/23/2018

Inspection No. iTM1801842011

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ. STAINING AROUND WELL HEAD

TODD 13 P FEDERAL No.016

Inspection **Type Inspection**

Inspector

Violation?

*Significant Non-Compliance?

P-13-23S-31E

30-015-28648-00-00 Corrective Action Due By:

Inspection No.

01/18/2018 Routine/Periodic

Date

Tony Morales

Yes

No

4/23/2018

iTM1801842583

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ 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,

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.