State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen

Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

Heather Riley Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

01-Mar-18

MAVERICK OPERATING, LLC

1001 W. WALL STREET MIDLAND TX 79701

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 SEC	CTION

WILLOW I Inspection Date	AKE 20 FEDERAL Type Inspection	No.001 Inspector	Violation?	G-20-24S-28E *Significant Non-Compliance?	30-015-33209-00- Corrective Action Due By:	00 Inspection No.
03/01/2018	Routine/Periodic	Tony Morales	Yes	No	6/4/2018	iTM1806039211
	Violations					
	General Housekeeping (I	Rule 114)				
Comments	-	All Equipment and Location in OLD TUBING / SUCKER	•		IG AROUND WELL ATTERIES NO	
	HEAI		RODS ON L			00
	HEAI PLAC	OLD TUBING / SUCKER	RODS ON L	OCATION TANK B	ATTERIES NO	00 Inspection No.
PARDUE F. Inspection	HEAI PLAC ARMS 29 No.002	O OLD TUBING / SUCKER SARDS / WINDSOCK 19.15	RODS ON L .10.8	OCATION TANK B F-29-24S-28E *Significant	ATTERIES NO 30-015-34366-00- Corrective	
PARDUE F. Inspection Date	HEAI PLAC ARMS 29 No.002 Type Inspection	O OLD TUBING / SUCKER CARDS / WINDSOCK 19.15 Inspector	RODS ON L .10.8 Violation?	OCATION TANK B F-29-24S-28E *Significant Non-Compliance?	ATTERIES NO 30-015-34366-00- Corrective Action Due By:	Inspection No.

19.15.10.8

TANK BATTERIES NO PLACARDS / WINDSOCK NO SECONDARY IMPERMEABLE CONTAINMENT OLD TUBING / SUCKER RODS OTHER DEBRIS ON LOCATION

PARDUE FARMS 29 No.003

D-29-24S-28E

30-015-34858-00-00

Inspection

Type Inspection Date

Inspector

*Significant Violation? Non-Compliance?

Corrective **Action Due By:**

03/01/2018

Routine/Periodic

Tony Morales

Yes

No 6/4/2018

Inspection No. iTM1806037315

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJ. STAINING AROUND WELL HEAD

TANK BATTERIES NO PLACARDS / WINDSOCK CONTAMINATED MATERIAL / OLD

TUBING ON LOCATION 19.15.10.8

GOODNIGHT FEDERAL No.001

H-30-24S-28E

30-015-35601-00-00

Inspection

Date

Type Inspection

Inspector

*Significant Violation? Non-Compliance?

Corrective Action Due By:

Inspection No.

03/01/2018

Routine/Periodic

Tony Morales

Yes

No

6/4/2018

iTM1806035792

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. STAINING AROUND WELL

HEAD. TANK BATTERIES NO PLACARDS / WINDSOCK 19.15.10.8

Inspection

GOODNIGHT FEDERAL

No.002

I-30-24S-28E

30-015-36015-00-00 *Significant

Corrective

Date 03/01/2018

Type Inspection Routine/Periodic Inspector **Tony Morales** Violation? Yes

Non-Compliance? No

Action Due By: 6/4/2018

Inspection No. iTM1806036037

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. STAINING AROUND WELL

HEAD. OLD TUBING / SUCKER RODS ON LOCATION 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,

eralles Co 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.