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"

10-Apr-18

ENDEAVOR ENERGY RESOURCES, LP

110 N. Marienfeld Ste 200 Midland TX 79701-9701

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 DETAIL	SECTION				
OSCEOLA Inspection Date	STATE No.001 Type Inspection	Inspector	Violation?	H-1-25S-28E *Significant Non-Compliance?	30-015-27844-00- Corrective Action Due By:	00 Inspection No.		
04/09/2018	Routine/Period Violations General Housekeep	· · · · , · · · · · ·	Yes	No	7/13/2018	iTM1809942096		
		K. All Equipment and Location in ANK BATTERIES NO WINDSO	•	G DRAIN AREA 19				
SEMINOLE FEDERAL No.002 Inspection Date Type Inspection		002 Inspector	Violation?	G-1-25S-28E *Significant Non-Compliance?	30-015-27864-00- Corrective Action Due By:	00 Inspection No.		
04/09/2018	Routine/Period Violations	c Tony Morales	Yes	No	7/13/2018	iTM1809941811		
	General Housekee	ng (Rule 114)						
- •			uipment and Location in Good Shape. PJO STAINING AROUNND D. WATSON HOTOILER CARLSBAD NM ON LOCATION 19.15.10.8					

Oil Conservation Division * 811 S. First St. * Artesia, New Mexico 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * http://www.emnrd.state.nm.us

SEMINOLE Inspection Date	E FEDERAL N Type Inspection		Inspector	Violation?	J-1-25S-28E *Significant Non-Compliance?	30-015-27933-00-0 Corrective Action Due By:)) Inspection No.
04/09/2018	Routine/Perio Violations General Houseke		Tony Morales	Yes	No	7/13/2018	iTM1809942656
Comments	on Inspection:	OK. All Equip: / PJ 19.15.10.8	nent and Location in	n Good Shape.	PJO STAININ	G AROUND WELLF	IEAD
HOPI FEDI Inspection Date	ERAL No.001 Type Inspection		Inspector	Violation?	F-1-25S-28E *Significant Non-Compliance?	30-015-29367-00-0 Corrective Action Due By:)0 Inspection No.
04/09/2018	Routine/Perio Violations General Houseke		Tony Morales	Yes	No	7/13/2018	iTM1809941076
Comments of	on Inspection:	TANK BATTE		NEED REPLA	CING / NO WINDS	OUND WELLHEAD. OCK 19.15.10.8 OL	
HOPI FEDI Inspection Date	ERAL No.002 Type Inspection	1	Inspector	Violation?	A-1-25S-28E *Significant Non-Compliance?	30-015-30819-00- Corrective Action Due By:	DO Inspection No.
04/09/2018	Routine/Perio Violations		Tony Morales	Yes	No	7/13/2018	iTM1809941370
Comments	General Houseke on Inspection:	OK. All Equip	ment and Location ir ON LOCATION 19		PJ STAINING	AROUND WELLHE	AD

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, orales, 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.