State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

David Catanach, DirectorOil Conservation Division

Tony Delfin

Deputy Cabinet Secretary

Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

05-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 DETAIL	SECTION		
ARTESIA U	JNIT No.045 Type Inspection	Inspector	Violation?	F-3-18S-28E *Significant Non-Compliance?	30-015-01775-00- Corrective Action Due By:	00 Inspection No.
07/05/2016	Routine/Periodic Violations Absent Well Identification Si General Housekeeping (Rule		Yes	No	10/8/2016	iTM1618742156
Comments	on Inspection: OK, All E	quipment and Location in AND OLD 55 GALLON			SIGN NOT VISIBLE	
ARTESIA U	UNIT No.063 Type Inspection	Inspector	Violation?	M-2-18S-28E *Significant Non-Compliance?	30-015-01781-00- Corrective Action Due By:	00 Inspection No.
07/05/2016	Routine/Periodic Violations Absent Well Identification Si	Tony Morales	Yes	No	10/8/2016	iTM1618735339
Comments	on Inspection: OK, All E	quipment and Location in	Good Shape	. LOCATION SIGN	NOT VISIBLE 19.15	.16.8

ARTESIA UNIT No.064 N-2-18S-28E 30-015-01784-00-00 Inspection *Significant Corrective **Type Inspection** Inspector Inspection No. Violation? Date Non-Compliance? Action Due By: 07/05/2016 Routine/Periodic Tony Morales Yes No 10/8/2016 iTM1618734244 Violations General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shape, PJ. STAINING AROUND WELL HEAD STAINED AREA APPROX 5' X 10' ARTESIA UNIT No.043 E-3-18S-28E 30-015-01790-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Action Due By: Non-Compliance? 07/05/2016 Routine/Periodic Tony Morales Yes No 10/8/2016 iTM1618740651 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. LOCATION SIGN NOT VISIBLE RULE 19.15.16.8 ARTESIA UNIT No.059 M-3-18S-28E 30-015-01792-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 07/05/2016 10/8/2016 iTM1618744054 Routine/Periodic Yes No Tony Morales **Violations** Absent Well Identification Signs (Rule 103) Comments on Inspection: OK. All Equipment and Location in Good Shape. LOCATION NOT VISIBLE. ARTESIA UNIT No.055 K-3-18S-28E 30-015-01798-00-00 Inspection *Significant Corrective Inspection No. Date Type Inspection Inspector Violation? Action Due By: Non-Compliance? 07/05/2016 Routine/Periodic Tony Morales Yes No 10/8/2016 iTM1618742550 Violations General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ. POWER OFF. OLD 55 GALLON DRUM ON LOCATION ARTESIA UNIT No.042 D-3-18S-28E 30-015-02547-00-00 Inspection *Significant Corrective Inspection No. Type Inspection Inspector Violation? Date Non-Compliance? Action Due By: 07/05/2016 iTM1618740983 Routine/Periodic Tony Morales Yes No 10/8/2016 Violations General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. CONTAMINATED MATERIAL

Inspection

Date

DEBRIS ON LOCATION

ARTESIA UNIT No.065

G-3-18S-28E 30-015-20273-00-00

Type Inspection

Inspector

Violation?

Non-Compliance?

*Significant Corrective

07/05/2016 Routine/Periodic Tony Morales

Yes

No

Action Due By: 10/8/2016

Inspection No. iTM1618738328

Violations

Absent Well Identification Signs (Rule 103)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. LOCATION SIGN NOT VISIBLE. RULE

19.15.16.8

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.