State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary **David Catanach, Director** Oil Conservation Division



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 Inspection Date	NIT 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	Tony Morales	Yes	No	10/8/2016	iTM1618742156
	Absent Well Identification Sig	gns (Rule 103)				
	General Housekeeping (Rule					
Comments	General Housekeeping (Rule on Inspection: OK. All E				SIGN NOT VISIBLE	l
	General Housekeeping (Rule on Inspection: OK. All E	(114) quipment and Location ir		LOCATION M-2-18S-28E	SIGN NOT VISIBLE 30-015-01781-00-	
	General Housekeeping (Rule on Inspection: OK. All E DEBRIS /	(114) quipment and Location ir		LOCATION		
ARTESIA U Inspection Date	General Housekeeping (Rule on Inspection: OK. All E DEBRIS / JNIT No.063	114) quipment and Location ir AND OLD 55 GALLON	DRUMS ON	LOCATION M-2-18S-28E *Significant	30-015-01781-00- Corrective	00
ARTESIA U Inspection Date	General Housekeeping (Rule on Inspection: OK. All E DEBRIS / JNIT No.063 Type Inspection	114) quipment and Location ir AND OLD 55 GALLON Inspector	DRUMS ON Violation?	LOCATION M-2-18S-28E *Significant Non-Compliance?	30-015-01781-00- Corrective Action Due By:	00 Inspection No.
ARTESIA U	General Housekeeping (Rule on Inspection: OK. All E DEBRIS / JNIT No.063 Type Inspection Routine/Periodic	114) quipment and Location ir AND OLD 55 GALLON Inspector Tony Morales	DRUMS ON Violation?	LOCATION M-2-18S-28E *Significant Non-Compliance?	30-015-01781-00- Corrective Action Due By:	00 Inspection No.

ARTESIA U Inspection	JNIT No.064				N-2-18S-28E *Significant	30-015-01784-00-0	10
Date	Type Inspection	ı	Inspector	Violation?	"Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/05/2016	Routine/Perio Violations General Houseke		Tony Morales	Yes	No	10/8/2016	iTM1618734244
Comments	on Inspection:		ent and Location ir A APPROX 5' X 1		PJ. STAINING ARC	OUND WELL HEAD	
ARTESIA U	JNIT No.043	<u></u>			E-3-18S-28E	30-015-01790-00-0)0
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/05/2016	Routine/Perio		Tony Morales	Yes	Non-Compliance: No	10/8/2016	iTM1618740651
	Violations	tification Signs (Ru	•	100		10,0/2010	
Comments	on Inspection:	- .	ent and Location in	n Good Shape.	PJ. LOCATION	SIGN NOT VISIBLE I	RULE
ARTESIA U	JNIT No.059				M-3-18S-28E	30-015-01792-00-0	0
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/05/2016	Routine/Perio Viotations		Tony Morales	Yes	No	10/8/2016	iTM1618744054
	Absent Well Iden	tification Signs (Ru	ile 103)				
Comments	on Inspection:	OK. All Equipm	ent and Location in	n Good Shape.	LOCATION NOT V	ISIBLE.	
	JNIT No.055				K-3-18S-28E	30-015-01798-00-0	00
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/05/2016	Routine/Perio Violations		Tony Morales	Yes	No	10/8/2016	i TM 1618742550
		• -	quipment and Location in Good Shape.		PJ. POWER OFF.	F. OLD 55 GALLON DRUM	
ARTESIA U	JNIT No.042	· •••			D-3-18S-28E	30-015-02547-00-0)0
Inspection Date	Type Inspection	ı	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/05/2016	Routine/Perio Violations General Houseke	dic eping (Rule 114)	Tony Morales	Yes	No	10/8/2016	iTM1618740983
Comments on Inspection: OK. All Equipment and Location in C DEBRIS ON LOCATION			n Good Shape.	PJO. CONTAMI	NATED MATERIAL		
Inspection	JNIT No.065			*** 1 44 7	G-3-18S-28E *Significant	30-015-20273-00-(Corrective	
Date	Type Inspection		Inspector Translation	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/05/2016	Routine/Perio Violations Absent Well Ider	dic atification Signs (Ri	Tony Morales	Yes	No	10/8/2016	iTM1618738328
Comments	on Inspection:	_		n Good Shape	LOCATION SIGN	NOT VISIBLE. RULE	E

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.