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"

24-Aug-16

LEGACY RESERVES OPERATING, LP

P.O. BOX 10848 MIDLAND TX 79702

LETTER OF VIOLATION - Inspection

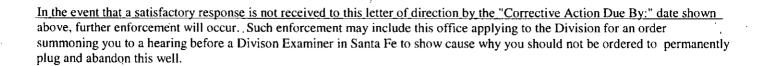
Dear Operator:

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

MOOTS FEE No.001 L-31-15S-27E 30-005-00205-00-00 Inspection *Significant Corrective Type Inspection Violation? Inspection No. Inspector Date Non-Compliance? Action Due By: 08/24/2016 Routine/Periodic Tony Morales Yes No 11/27/2016 iTM1623739693 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: OK. All Equipment and Location in Good Shape. LOCATION SIGN NOT VISIBLE TANK BATTERIES NO SECONDARY IMPERMIABLE CONTAINMENT NO WINDSOCK OLD **UNMARKED 55 GALLON DRUMS**



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.