State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary David Catanach Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

09-Nov-17

DEVON ENERGY PRODUCTION COMPANY, LP

PO Box 250 Artesia NM 88210

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		
JONES FEI Inspection Date	DERAL B No.003 Type Inspection	Inspector	Violation?	P-23-19S-31E *Significant Non-Compliance?	30-015-10394-00- Corrective Action Due By:	00 Inspection No.
11/09/2017	Routine/Periodic Violations General Housekeepi		Yes	No	2/12/2018	iTM1731343605
Comments		K. All Equipment and Location in EAD 19.15.10.8	Good Shape	. PJO. STAININ	IG AROUND WELL	
REGULUS Inspection Date	26 FEDERAL No Type Inspection	D.004H Inspector	Violation?	P-26-19S-31E *Significant Non-Compliance?	30-015-40041-00- Corrective Action Due By:	00 Inspection No.
11/09/2017	Routine/Periodic Violations General Housekeepi	,	Yes	No	2/12/2018	iTM1731341494
Comments		K. All Equipment and Location in EAD TANK BATTERIES OK C	*		NG AROUND WELL 5.10.8	

REGULUS 26 FEDERAL No.001H Inspection Date Type Inspection Inspector Viola					A-26-19S-31E *Significant Non-Compliance?	30-015-40098-00-0 Corrective Action Due By:	() Inspection No.
11/09/2017	Routine/Peric		Tony Morales	Yes	No	2/12/2018	iTM1731343234
Comments o	n Inspection:		nent and Location ir UBING ON LOCAT			IG AROUND WELL LARE OK 19.15.10.8	
SPICA 25 FI	EDERAL No.	001H			A-26-19S-31E	30-015-40099-00-0	0
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant	Corrective	Inspection No.
11/09/2017	Routine/Periodic		Tony Morales	Yes	Non-Compliance? No	Action Due By: 2/12/2018	iTM1731343097
	Violations	eeping (Rule 114)	rony morates	100		21212010	1111115151500
Comments o	n Inspection:	OK. All Equipn	nent and Location ir UBING ON LOCAT			IG AROUND WELL LARE OK 19.15.10.8	
SPICA 25 FI	EDERAL No.	.004H			M-25-19S-31E	30-015-40105-00-0	0
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective	Inspection No.
11/09/2017	Routine/Perio		Tony Morales	Yes	Non-Compliance: No	Action Due By: 2/12/2018	iTM173134135
		eeping (Rule 114)					
Comments o	n Inspection:	OK. All Equipm HEAD 19.15.	nent and Location ir 10.8	a Good Shape.	PJO. STAININ	IG AROUND WELL	
REGULUS 2	6 FEDERAL	No.002H			H-26-19S-31E	30-015-40219-00-0	0
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/09/2017	Routine/Perio		Tony Morales	Yes	Non-Compliance: No	•	iTM173134272
	Violations	ceping (Rule 114)	20119 11000000				
Comments o	n Inspection:	OK. All Equipr HEAD 19.15.	nent and Location ir 10.8	n Good Shape.	PJO. STAININ	IG AROUND WELL	
	26 FEDERAL	. No.003H			I-26-19S-31E	30-015-40221-00-0	0
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
11/09/2017	Routine/Perio		Tony Morales	Yes	No	2/12/2018	iTM1731342002
	Violations	eeping (Rule 114)					
Comments o	n Inspection:		nent and Location in NED AREA APPRO			NG AROUND WELL	
SPICA 25 FEDERAL No.002H Inspection					E-25-19S-31E *Significant	30-015-40222-00-0 Corrective	
Date	Type Inspectio		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
11/09/2017	Routine/Perio Violations		Tony Morales	Yes	No	2/12/2018	iTM173134252
General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipme HEAD 19.15.10.			nent and Location in 0.8	n Good Shape	. PJO. STAININ	NG AROUND WELL	
AQUILA 22	FEDERAL (COM No.013H			E-23-19S-31E	30-015-41914-00-0	0
Inspection	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
Date 11/09/2017	Routine/Perio		Tony Morales	Yes	Non-Compliance? No	2/12/2018	iTM173134574
		eeping (Rule 114)					
Comments of	on Inspection:	OK. All Equipt HEAD 19.15.	nent and Location in 10.8	n Good Shape	. PJO. STAININ	NG AROUND WELL	

Phone: 575-748-1283 * Fax: 575-748-9720 * http://www.emnrd.state.nm.us

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,

69, Cad 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.