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"

07-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				
SIRIUS 17 FEDERAL No.004H Inspection Date Type Inspection			Inspector	Violation?	M-17-19S-31E *Significant Non-Compliance?	30-015-38478-00-0 Corrective Action Due By:	00 Inspection No.		
11/07/2017	Routine/Perio Violations Surface Leaks/Sp General Houseke	ills	Tony Morales	Yes	No	2/10/2018	iTM1731143851		
Comments	on Inspection:		nent and Location ir ATION STAINED A			IG AROUND WELL			
RIGEL 20 I Inspection Date	EDERAL CO		Inspector	Violation?	L-20-19S-31E *Significant Non-Compliance?	30-015-39725-00- Corrective Action Due By:	00 Inspection No.		
11/07/2017	Routine/Perio Violations		Tony Morales	Yes	No	2/10/2018	iTM1731148088		
_		eping (Rule 114)							
Comments on Inspection:		OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD TANK BATTERY OK CONTAINED / FLARE OK 19.15.10.8 CONTAMINATED MATERIAL NEXT TO TANK BATTERIES SPOKE TO LEONARD AGUILAR LOCATIONS BEING CLEANED							

RIGEL 20 H Inspection Date	EDERAL CO		Inspector	Violation?	L-20-19S-31E *Significant Non-Compliance?	30-015-39726-00- Corrective Action Due By:	00 Inspection No.
11/07/2017	Routine/Perio Violations General Housek	odic ceping (Rule 114)	Tony Morales	Yes	No	2/10/2018	iTM1731147904
Comments of	on Inspection:		ment and Location in RY OK CONTAIN			G AROUND WELL H	EAD
BELLATRI Inspection Date	X 28 FEDER Type Inspectio		Inspector	Violation?	A-29-19S-31E *Significant Non-Compliance?	30-015-40331-00- Corrective Action Due By:	00 Inspection No.
11/07/2017	Routine/Perio Violations General Housek	odic eeping (Rule 114)	Tony Morales	Yes	No	2/10/2018	iTM1731142136
Comments o	on Inspection:	OK. All Equip	ment and Location ir SATTERIES OK			IG AROUND WELL	
BELLATRI Inspection Date	X 28 FEDER	AL COM No.(002H Inspector	Violation?	A-29-19S-31E *Significant Non-Compliance?	30-015-40332-00- Corrective Action Due By;	00 Inspection No.
11/07/2017	Routine/Perio Violations		Tony Morales	Yes	No	2/10/2018	iTM1731142273
Comments	on Inspection:	OK. All Equip	ment and Location ir CBATTERIES OK			NG AROUND WELL	

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.

*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

Sincerely,

Artesia OCK District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

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