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 Housekeeping (R	Tony Morales	Yes	No	2/12/2018	iTM1731343605
Comments		Il Equipment and Location in 19.15.10.8	Good Shape	. PJO. STAININ	G AROUND WELL	
REGULUS 26 FEDERAL No.004H Inspection Date Type Inspection		4H 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 Housekeeping (R	Tony Morales ule 114)	Yes	No	2/12/2018	iTM1731341494
Comments		Il Equipment and Location in TANK BATTERIES OK C			NG AROUND WELL 5.10.8	

Inspection	26 FEDERAL		. .		A-26-19S-31E *Significant	30-015-40098-00-0 Corrective	
Date 11/09/2017	Type Inspection Routine/Peric Violations General Houseke		Inspector Tony Morales	Violation? Yes	Non-Compliance? No	Action Due By: 2/12/2018	Inspection No. iTM1731343234
Comments o	on Inspection:	OK. All Equip	ment and Location in FUBING ON LOCAT			G 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 Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
1/09/2017	Routine/Peric	odic	Tony Morales	Yes	No	2/12/2018	iTM173134309
	Violations						
a		eping (Rule 114)		a 161			
	on Inspection:	HEAD OLD T	ment and Location in FUBING ON LOCAT	FION TANK	BATTERIES OK FI	G AROUND WELL LARE OK 19.15.10.8	
	EDERAL No.	004H			M-25-19S-31E	30-015-40105-00-0	0
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
1/09/2017	Routine/Perio Violations	odic	Tony Morales	Yes	No	2/12/2018	iTM173134135
	General Houseke	eping (Rule 114)					
Comments o	on Inspection:	OK. All Equip HEAD 19.15	ment and Location ir .10.8	Good Shape.	PJO. STAININ	G AROUND WELL	
REGULUS 2	26 FEDERAL	No.002H			H-26-19S-31E *Significant	30-015-40219-00-0 Corrective	0
Date	Type Inspectio	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
	D D .						
11/09/2017	Routine/Perio Violations	odic	Tony Morales	Yes	No	2/12/2018	iTM173134272
11/09/2017	Violations	odic ceping (Rule 114)	Tony Morales	Yes	No	2/12/2018	iTM173134272
	Violations	ceping (Rule 114)	ement and Location in			2/12/2018 IG AROUND WELL	fTM173134272
REGULUS	Violations General Housek	ceping (Rule 114) OK. All Equip HEAD 19.15	ement and Location in		PJO. STAININ 1-26-19S-31E	IG AROUND WELL 30-015-40221-00-0	
Comments	Violations General Houseko on Inspection:	eeping (Rule 114) OK. All Equip HEAD 19.15 No.003H	ement and Location in		PJO. STAININ	IG AROUND WELL	
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Comments of REGULUS Inspection Date 11/09/2017 Comments of SPICA 25 F Inspection	Violations General Housekon Inspection: 26 FEDERAL Type Inspectio Routine/Perio Violations General Housekon Inspection: EDERAL NO	eeping (Rule 114) OK. All Equip HEAD 19.15 No.003H n odic eeping (Rule 114) OK. All Equip HEAD+ STA .002H	Inspector Tony Morales	n Good Shape. Violation? Yes n Good Shape. OX 15' X 25'	PJO. STAININ 1-26-19S-31E *Significant Non-Compliance? NO PJO. STAININ 19.15.10.8 E-25-19S-31E *Significant	IG AROUND WELL 30-015-40221-00-0 Corrective Action Due By: 2/12/2018 IG AROUND WELL 30-015-40222-00-0 Corrective	0 Inspection No. iTM173134200
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Comments of REGULUS Inspection Date 11/09/2017 Comments of SPICA 25 F Inspection Date 11/09/2017 Comments of AQUILA 22 Inspection	Violations General Housekon Inspection: 26 FEDERAL Type Inspectio Routine/Perio Violations General Housek on Inspection: Type Inspectio Routine/Perio Violations General Housek on Inspection:	eeping (Rule 114) OK. All Equip HEAD 19.15 No.003H n odic eeping (Rule 114) OK. All Equip HEAD+ STA 002H n odic eeping (Rule 114) OK. All Equip HEAD 19.15 COM No.013H	Inspector Tony Morales Morales Inspector Tony Morales INED AREA APPRO Inspector Tony Morales Morales	n Good Shape. Violation? Yes n Good Shape. OX 15' X 25' Violation? Yes	PJO. STAININ I-26-19S-31E *Significant Non-Compliance? NO PJO. STAININ 19.15.10.8 E-25-19S-31E *Significant Non-Compliance? NO PJO. STAININ E-23-19S-31E *Significant	IG AROUND WELL 30-015-40221-00-0 Corrective Action Due By: 2/12/2018 IG AROUND WELL 30-015-40222-00-0 Corrective Action Due By: 2/12/2018 NG AROUND WELL 30-015-41914-00-0 Corrective	0 Inspection No. iTM173134200 0 Inspection No. iTM173134252
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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, Qu 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.