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-Dec-17

ROCKCLIFF OPERATING NEW MEXICO LLC

1301 McKinney Suite 1300 Houston TX 77010-7010

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		
AMOCO FEDERAL 11 Inspection Date Type Inspection		No.001 Inspector	Violation?	I-11-23S-28E *Significant Non-Compliance?	30-015-22975-00-0 Corrective Action Due By:)0 Inspection No.
12/07/2017	Routine/Period Violations General Housekeep		Yes	No	3/12/2018	iTM1734133661
Comments		OK. All Equipment and Location in 19.15.10.8 TANK BATTERY NO			AROUND WELLHEA	AD
AMOCO FEDERAL 11 Inspection Date Type Inspection		No.004 Inspector	Violation?	J-11-23S-28E *Significant Non-Compliance?	30-015-26495-00-0 Corrective Action Due By:	0 Inspection No.
12/07/2017	Routine/Period Violations General Housekee	,	Yes	No	3/12/2018	iTM1734133839
Comments	on Inspection:	OK. All Equipment and Location in 19.15.10.8	Good Shape	. PJO. STAINING	AROUND WELLHE	AD

AMOCO FEDERAL 11 No.006					B-11-23S-28E	30-015-26496-00-0		
Inspection Date	Type Inspection	1	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
12/07/2017	Routine/Perio Violations General Houseke	odic ceping (Rule 114)	Tony Morales	Yes	No	3/12/2018	iTM1734135541	
Comments on Inspection: OK. All Equipment and Location in G 19.15.10.8				Good Shape.	PJO. STAINING	AROUND WELLHEA	١D	
AMOCO FEDERAL 11 No.007					P-11-23S-28E	30-015-26512-00-00		
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
12/07/2017	Routine/Peric Violations		Tony Morales	Yes	No	3/12/2018	iTM1734132985	
Comments	General Houseke on Inspection:	eeping (Rule 114) OK. All Equip 19.15.10.8	nent and Location in	Good Shape.	PJO. STAINING	AROUND WELLHEA	JD PJ	
AMOCO FEDERAL 11 No.005 Inspection			Termontor	Violation?	G-11-23S-28E *Significant	30-015-26527-00-0 Corrective)0 Inspection No.	
Date 12/07/2017	Type Inspection Routine/Perio Violations General Houseko		Inspector Tony Morales	Yes	Non-Compliance? No	Action Due By: 3/12/2018	iTM1734134083	
Comments	on Inspection:	OK. All Equip 19.15.10.8	ment and Location ir	Good Shape.	PJO. STAINING	AROUND WELLHEA	\D	
Inspection	EDERAL 11		lo.002	T/ T () _ 0	O-11-23S-28E *Significant	30-015-26540-00-0 Corrective		
Date 12/07/2017	Type Inspectio Routine/Perio Violations General Houseki		Inspector Tony Morales	Violation? Yes	Non-Compliance? No	Action Due By: 3/12/2018	Inspection No. iTM1734133384	
Comments	on Inspection:	I O I	ment and Location ir	n GoodShape.	PJO. STAINING A	AROUND WELLHEA	D	
Inspection	EDERAL 11 N				B-11-23S-28E *Significant	30-015-33916-00-0 Corrective		
Date 12/07/2017	Type Inspectio Routine/Perio Violations		Inspector Tony Morales	Violation? Yes	Non-Compliance? No	Action Due By: 3/12/2018	Inspection No. iTM1734135291	
Comments	on Inspection:	1 0 1	ment and Location in	1 Good Shape	. PJO. STAINING	AROUND WELLHEA	AD	

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,

pra 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.