State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueenCabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

David CatanachDivision Director



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

04-Jan-18

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.

PURE GOLD C-17 FEDERAL No.009					G-17-23S-31E	30-015-27396-00-00	
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/04/2018	Routine/Periodic		Tony Morales	Yes	No	4/9/2018	iTM1800435555
	Violations						
	General Housek	eping (Rule 1	14)				
Comments	on Inspection:	OK. All Equ HEAD 19.	uipment and Location in 15.10.8	Good Shape.	PJO. STAININ	IG AROUND WELL	
NORTH PURE GOLD 8 FEDERAL No.003					H-8-23S-31E	30-015-27610-00-	00
Inspection Date	Type Inspectio	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
01/04/2018	Routine/Periodic		Tony Morales	Yes	No	4/9/2018	iTM1800440268
	Violations						
	General Housek	eping (Rule 11	14)				
Comments on Inspection: OK. All Equip LOCATION 19		•	ment and Location in Good Shape. PJ. OLD SUCKER RODS ON 9.15.10.8				

INCDECTION DETAIL SECTION

NORTH PURE GOLD 8 FEDERAL No.006

J-8-23S-31E

30-015-27618-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective **Action Due By:**

Inspection No.

01/04/2018

Routine/Periodic

Tony Morales

Yes

No

4/9/2018

iTM1800439854

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

19.15.108

PJ. STAINING AROUND WELL HEAD

NORTH PURE GOLD 4 FEDERAL

Inspection Date

Type Inspection

No.002 Inspector

D-9-23S-31E *Significant 30-015-34756-00-00 Corrective

Inspection No.

01/04/2018 Routine/Periodic Tony Morales

Violation? Yes

Non-Compliance? No

Action Due By: 4/9/2018

iTM1800442866

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape.

PJO. STAINING AROUND WELL

HEAD 19.15.10.8

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,

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.