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"

13-Feb-18

BOPCO, L.P.

6401 Holiday Hill Rd Bldg 5, Ste 200 Midland TX 79707-9707

POKER LAKE UNIT No.251H

LETTER OF VIOLATION - Inspection

30-015-34404-00-00

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.

INSPECTION DETAIL SECTION

I-30-24S-30E

Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/13/2018	Routine/Peri	Routine/Periodic		Yes	No	5/19/2018	iTM1804438836
	Violations						
	Absent Well Identification Signs (Rule 103)						
Comments on Inspection: OK, All Eq			ment and Location in	Good Shape.	PJ POWER OFF.	15MO	
POKER LA Inspection Date	KE UNIT CV		No.001H	Violation?	M-26-24S-30E *Significant Non-Compliance?	30-015-37031-00-0 Corrective Action Due By:	OO Inspection No.
02/13/2018	Routine/Periodic Violations General Housekeeping (Rule 114)		Tony Morales	Yes	No No	5/19/2018	iTM1804435358
Comments	on Inspection:	OK. All Equip 19.15.10.8	ment and Location in	Good Shape.	PJ STAINING A	ROUND WELLHEAD	•

POKER LAKE UNIT No.343H P-22-24S-30E 30-015-38667-00-00 Inspection *Significant Corrective Inspection No. **Type Inspection** Inspector Violation? Non-Compliance? Date Action Due By: 02/13/2018 Routine/Periodic **Tony Morales** Yes No 5/19/2018 iTM1804433900 Violations General Housekeeping (Rule 114) Comments on Inspection: OK. All Equipment and Location in Good Shape. STAINING AROUND WELLHEAD POLYPIPE STORED ON LOCATION OLD FLOWLINE ON LOCATION 19.15.10.8 POKER LAKE UNIT No.326H A-27-24S-30E 30-015-39479-00-00 Inspection *Significant Corrective Inspector Type Inspection Violation? Inspection No. Date Non-Compliance? Action Due By: 02/13/2018 Routine/Periodic **Tony Morales** Yes iTM1804434452 No 5/19/2018 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ WRONG SECTION ON LOCATION SIGN SHOULD BE "27" LOCATION SIGN DAMAGED 19.15.16.8 POKER LAKE UNIT No.346H L-35-24S-30E 30-015-39480-00-00 *Significant Inspection Corrective **Type Inspection** Inspection No. Date Inspector Violation? Non-Compliance? Action Due By: 02/13/2018 Routine/Periodic iTM1804436244 **Tony Morales** Yes No 5/19/2018 Violations Absent Well Identification Signs (Rule 103) Comments on Inspection: OK. All Equipment and Location in Good Shape. LOCATION SIGN NOT VISIBLE 19.15.16.8 POKER LAKE UNIT CVX JV PC No.015H O-19-24S-30E 30-015-41195-00-00 Inspection *Significant Corrective Inspector Inspection No. Type Inspection Violation? Date Non-Compliance? Action Due By: 02/13/2018 Routine/Periodic Tony Morales Yes No 5/19/2018 iTM1804441414 Violations General Housekeeping (Rule 114)

POKER LAKE UNIT CVX JV PC No.016H

O-19-24S-30E 30-015-41198-00-00

*Significant Corrective Inspection Type Inspection Inspector Violation? Date Non-Compliance? 02/13/2018

Inspection No. Action Due By: Routine/Periodic Yes 5/19/2018 iTM1804441376 **Tony Morales** No

OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD

Violations

Comments on Inspection:

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD

19.15.10.8

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.