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

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.

INSPECTION DETAIL SECTION

POKER LAKE UNIT No.251H Inspection Date Type Inspection			Inspector	Violation?	I-30-24S-30E *Significant Non-Compliance?	30-015-34404-00-0 Corrective Action Due By:	OO Inspection No.
02/13/2018	Violations		Tony Morales	Yes	No	5/19/2018	iTM1804438836
Absent Well Identification Signs (Rule 103) Comments on Inspection: OK. All Equipment and Location in Good Shape. PJ POWER OFF. 15MO							
POKER LAKE UNIT CVX JV BS Inspection			No.001H	M-26-24S-30E 30-015-37031-00-00 *Significant Corrective)0	
Date	Type Inspection	ı	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
02/13/2018	Routine/Perio Violations General Houseke		Tony Morales	Yes	No	5/19/2018	iTM1804435358
Comments on Inspection: OK. All Equi 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 Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 02/13/2018 Routine/Periodic Yes Tony Morales 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 Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: Routine/Periodic Yes iTM1804434452 02/13/2018 **Tony Morales** 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 Inspection No. Date **Type Inspection** Inspector Violation? Non-Compliance? Action Due By: iTM1804436244 02/13/2018 Routine/Periodic 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 Inspection No. Type Inspection Inspector Violation? Date Non-Compliance? Action Due By: iTM1804441414 02/13/2018 Routine/Periodic **Tony Morales** Yes No 5/19/2018 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 POKER LAKE UNIT CVX JV PC No.016H O-19-24S-30E 30-015-41198-00-00 *Significant Corrective Inspection Inspection No.

Date

Type Inspection

Inspector

02/13/2018

Violation?

Non-Compliance?

Action Due By:

Routine/Periodic Violations

Tony Morales

Yes

No

5/19/2018

iTM1804441376

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 OCQ

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.