State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen

Cabinet Secretary

Matthias Sayer

Deputy Cabinet Secretary

Heather Riley
Division Director



Response Required - Deadline Enclosed

Field Inspection Program
Preserving the Integrity of Our Environment

02-Apr-18

COG OPERATING LLC

One Concho Center 600 W. Illinois Ave Midland TX 79701-9701

MYOX 19 FEE COM No.011H

LETTER OF VIOLATION - Inspection

30-015-37415-00-00

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

M-19-25S-28E

Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/02/2018 Routine/Per		odic Tony Morales		Yes	No	7/6/2018	iTM1809241155
	Violations		·				
	Absent Well Identification Signs (Rule 103)						
Comments	on Inspection:		ipment and Location in IBER 2H SHOULD BE			K FLARE OK WE	RONG
CROSSMA	N 25 STATE	COM No.00	(H		A-25-25S-27E	30-015-38948-00-	00
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/02/2018	Routine/Periodic		Tony Morales	Yes	No	7/6/2018	iTM1809242110
	Violations						
	Absent Well Identification Signs (Rule 103)						
Comments	on Inspection:	OK. All Equ	ipment and Location in	Good Shape.	LOCATION SIGN N	OT VISIBLE 19.15	5.16.8

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 OCI 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.