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"

12-Apr-18

LEGACY RESERVES OPERATING, LP

P. O. Box 10848 Midland TX 79702-9702

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		
ELK 22 FE Inspection Date	DERAL No.001 Type Inspection		Inspector	Violation?	D-22-16S-28E *Significant Non-Compliance?	30-015-31598-00- Corrective Action Due By:	DO Inspection No.
04/11/2018	Routine/Period Violations General Housekee		Tony Morales	Yes	No	7/15/2018	iTM1810148230
	on Inspection:	STAINED ARE		•		ROUND PJ / WELLH ACARDS 19.15.10.8 30-015-33746-00-	·····
Inspection Date	Type Inspection	. 110.001	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/11/2018	Routine/Period Violations		Tony Morales	Yes	No	7/15/2018	iTM1810141015
	General Housekee	ping (Rule 114)					
Comments	on Inspection:	•••			. PJ. STAINING AR	OUND WELL HEAD ACING 19.15.10.8).

MOOSE 23 Inspection Date	FEDERAL No		Inspector	Violation?	L-23-16S-28E *Significant	30-015-35755-00-0 Corrective)) Inspection No.
04/11/2018	•• •		•	Yes	Non-Compliance? No	Action Due By:	•
04/11/2018	Routine/Peric	aic	Tony Morales	ies	NO	7/15/2018	iTM1810151544
	Violations		1 102)				
C		tification Signs (R		0.10			
Comments	on Inspection:		CING WRONG A			ERIES WINDSOCK	
COMET 22 Inspection	FEDERAL C	OM No.003			E-22-16S-28E *Significant	30-015-35821-00-0 Corrective)0
Date	Type Inspection	נ	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
04/11/2018	Routine/Peric Violations	odic	Tony Morales	Yes	No	7/15/2018	iTM1810148725
	General Houseke	eping (Rule 114)					
Comments of	on Inspection:	OK. All Equipn 19.15.10.8	nent and Location in	Good Shape	. PJO STAINING A	ROUND WELLHEAD)
REINDEER 21 FEDERAL No.004					L-21-16S-28E	30-015-36542-00-00	
Inspection Date	Type Inspection	D	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/11/2018	Routine/Peric Violations	odic	Tony Morales	Yes	No	7/15/2018	iTM1810141725
	General Houseke	eping (Rule 114)					
Comments	on Inspection:		nent and Location in NGS ON LOCATIO			OUND WELLHEAD /	OLD
BLACKHAWK 11 FEDERAL COM No.(Inspection			.001		M-11-16S-28E *Significant	30-015-38250-00-00 Corrective	
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
04/11/2018	Routine/Peric Violations General Houseke	odic ceping (Rule 114)	Tony Morales	Yes	No	7/15/2018	iTM1810146681
Comments	on Inspection:				. PJO STAINING AI BING ON LOCATIO	ROUND WELLHEAD	/ PJ

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.