State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David Catanach, Director Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

11-Jul-16

BREITBURN OPERATING LP 1401 MCKINNEY STREET SUITE 2400 HOUSTON TX 77010

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		
STATE 14 (Inspection Date	C No.001 Type Inspection	Inspector	Violation?	C-13-18S-28E *Significant Non-Compliance?	30-015-01838-00-00 Corrective Action Due By:) Inspection No.
07/11/2016	Routine/Periodic Violations Absent Well Identification S	Tony Morales	Yes	No	10/14/2016	iTM1619335165
Comments	on Inspection: OK. All I	Equipment and Location in	Good Shape	PJ. LOCATION	SIGN NOT VISIBLE	
STATE 14 C No.002				D-13-18S-28E	30-015-01839-00-00)
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/11/2016	Routine/Periodic Violations General Housekeeping (Rule	Tony Morales	Yes	No	10/14/2016	iTM1619335518
Comments		Equipment and Location in ON SIGN WORN	1 Good Shape	. PJ, STAINING AR	ROUND WELL HEAD.	

STATE 14 A Inspection	No.001				D-14-18S-28E *Significant	30-015-01853-00-0 Corrective	
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/11/2016	Routine/Peric Violations	odic	Tony Morales	Yes	No	10/14/2016	iTM1619339499
	Absent Well Idea	ntification Signs (R	ule 103)				
Comments o	Inspection:	OK. All Equipn	nent and Location in	n Good Shape.	PJ LOCATION S	IGN NOT VISIBLE.	
STATE 14 B	8 No.003				F-14-18S-28E	30-015-01855-00-0)0
Inspection	Tune Increation	_	Imanastan	Violation?	*Significant	Corrective	Inspection No.
Date • 07/11/2016	Type Inspection Routine/Perior		Inspector Topy Morales		Non-Compliance? No	Action Due By: 10/14/2016	-
07/11/2010	Violations	ntification Signs (R	Tony Morales	Yes	INU	10/14/2010	iTM1619338957
Comments o	Inspection:	-		1 Good Shane	LOCATION SIGN	NOT VISIBLE	
STATE 14 C Inspection	- 110.000				A-14-18S-28E *Significant	30-015-01859-00-0 Corrective	
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
07/11/2016	Routine/Peric	odic	Tony Morales	Yes	No	10/14/2016	iTM1619336370
	Violations						
		ntification Signs (Recepting (Rule 114)	ule 103)				
Comments o	Inspection:		nent and Location ir	Good Shana	ρι οι ο τανκ β	BATTERIES TREATE	'PS
			ON BATTERY L				
STATE 14 C	C No.009				M-14-18S-28E	30-015-01862-00-0	00
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
			•	_	-	10/14/2016	iTM1619341267
07/11/2016	Routine/Peric	ndic	Tony Morales	Yes	IN()	10/14/2010	1 I VI I D I 9 34 I ZO /
07/11/2016	Routine/Perio Violations		Tony Morales	Yes	No	10/14/2010	111019341207
	Violations	eeping (Rule 114)	-			OUND WELL HEAD	
	Violations General Houseke	eeping (Rule 114) OK. All Equipn	-	n Good Shape.			
Comments of	Violations General Houseke	eeping (Rule 114) OK. All Equipn STAINED ARE	nent and Location it	n Good Shape.	PJ. STAINING AR	OUND WELL HEAD	*+
Comments	Violations General Houseka M Inspection:	eeping (Rule 114) OK. All Equipn STAINED ARE	nent and Location it	n Good Shape.	PJ. STAINING AR	OUND WELL HEAD	*+
Comments of STATE 647 Inspection	Violations General Houseka Inspection: AC 713 No.12	eeping (Rule 114) OK. All Equipn STAINED ARE 24	nent and Location in A APPROX 10' X	n Good Shape. 35'	PJ. STAINING AR 1-14-18S-28E *Significant	OUND WELL HEAD 30-015-01869-00-0 Corrective	·+ D0
Comments of STATE 647 Inspection Date	Violations General Houseko M Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations	eeping (Rule 114) OK. All Equipn STAINED ARE 24	nent and Location in A APPROX 10' X Inspector Tony Morales	n Good Shape. 35' Violation?	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance?	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By:	14 DO Inspection No.
Comments of STATE 647 Inspection Date	Violations General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic	nent and Location in A APPROX 10' X Inspector Tony Morales	n Good Shape. 35' Violation?	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance?	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By:	14 DO Inspection No.
Comments of STATE 647 Inspection Date 07/11/2016	Violations General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic attification Signs (R eeping (Rule 114) OK. All Equipn	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103)	n Good Shape. 35' Violation? Yes n Good Shape	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? No	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By:	94 00 Inspection No. iTM1619342285
Comments of STATE 647 Inspection Date 07/11/2016 Comments of	Violations General Houseko Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseko	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SI	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103) ment and Location in	n Good Shape. 35' Violation? Yes n Good Shape	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? No	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016	94 00 Inspection No. iTM1619342285
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection	Violations General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseko m Inspection: AC 713 No.12	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SI 31	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103) ment and Location in GN NOT VISIBLE	n Good Shape. 35' Violation? Yes n Good Shape	PJ. STAINING AR 1-14-18S-28E *Significant Non-Compliance? No . PJ. STAINING AR J-15-18S-28E *Significant	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 OUND WELL HEAE 30-015-01870-00- Corrective	00 Inspection No. iTM1619342285
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647	Violations General Houseka Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseka In Inspection: AC 713 No.12 Type Inspectio Routine/Perio	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SH 31 n	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103) ment and Location in	n Good Shape. 35' Violation? Yes n Good Shape	PJ. STAINING AR 1-14-18S-28E *Significant Non-Compliance? No PJ. STAINING AR J-15-18S-28E	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00-	94 00 Inspection No. iTM1619342285
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection Date	Violations General Houseka in Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseka in Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SH 31 n	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103) ment and Location in GN NOT V1SIBLE Inspector	n Good Shape. 35' Violation? Yes n Good Shape Violation?	PJ. STAINING AR 1-14-18S-28E *Significant Non-Compliance? NO PJ. STAINING AR J-15-18S-28E *Significant Non-Compliance?	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00- Corrective Action Due By:	00 Inspection No. iTM1619342285
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection Date 07/11/2016	Violations General Houseka in Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseka in Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SI 31 n odic eeping (Rule 114) OK. All Equipn	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103) ment and Location in GN NOT VISIBLE Inspector Tony Morales	n Good Shape. 35' Violation? Yes n Good Shape Violation? Yes n Good Shape	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? NO PJ. STAINING AR J-15-18S-28E *Significant Non-Compliance? NO . PJO. STAINING A	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00- Corrective Action Due By:	94 Inspection No. iTM1619342285 0 00 Inspection No. iTM1619347945
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection Date 07/11/2016	Violations General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations General Houseko m Inspection:	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SI 31 n odic eeping (Rule 114) OK. All Equipn	Inspector Tony Morales ule 103) Tony Morales Unent and Location in GN NOT VISIBLE Inspector Tony Morales	n Good Shape. 35' Violation? Yes n Good Shape Violation? Yes n Good Shape	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? No PJ. STAINING AR J-15-18S-28E *Significant Non-Compliance? No . PJO. STAINING A CATION D-15-18S-28E	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00- Corrective Action Due By: 10/14/2016	24 00 Inspection No. iTM1619342285 00 Inspection No. iTM1619347945 D.
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE E 12 Inspection	Violations General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations General Houseko m Inspection: 286	eeping (Rule 114) OK. All Equipm STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipm LOCATION SH 31 n odic eeping (Rule 114) OK. All Equipm TANK BATTE No.126	nent and Location in A APPROX 10' X Inspector Tony Morales ule 103) nent and Location in GN NOT VISIBLE Inspector Tony Morales nent and Location in RIES OK. OLD TA	n Good Shape. 35' Violation? Yes n Good Shape Violation? Yes n Good Shape ANK ON LOC	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? No PJ. STAINING AR J-15-18S-28E *Significant Non-Compliance? No PJO. STAINING A CATION D-15-18S-28E *Significant	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00- Corrective Action Due By: 10/14/2016 ROUND WELL HEA 30-015-01880-00- Corrective	24 00 Inspection No. iTM1619342285 00 Inspection No. iTM1619347945 D. 00
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE E 12 Inspection Date	Violations General Houseka M Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseka M Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations General Houseka M Inspection: 286 Type Inspectio	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SI 31 n odic eeping (Rule 114) OK. All Equipn TANK BATTE No.126 n	Inspector Tony Morales ule 103) Tony Morales Unspector Tony Morales Inspector Tony Morales Inspector Tony Morales Inspector RIES OK. OLD TA	n Good Shape. 35' Violation? Yes n Good Shape Violation? Yes n Good Shape ANK ON LOC Violation?	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? NO PJ. STAINING AR J-15-18S-28E *Significant Non-Compliance? NO D-15-18S-28E *Significant Non-Compliance?	OUND WELL HEAD 30-015-01869-00-1 Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00- Corrective Action Due By: 10/14/2016 ROUND WELL HEA 30-015-01880-00- Corrective Action Due By:	 Inspection No. iTM1619342285 00 00 Inspection No. iTM1619347945 D. 00 Inspection No.
Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE 647 Inspection Date 07/11/2016 Comments of STATE E 12 Inspection	Violations General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations Absent Well Ide General Houseko m Inspection: AC 713 No.12 Type Inspectio Routine/Perio Violations General Houseko m Inspection: 286 Type Inspectio Routine/Perio Violations	eeping (Rule 114) OK. All Equipn STAINED ARE 24 n odic ntification Signs (R eeping (Rule 114) OK. All Equipn LOCATION SI 31 n odic eeping (Rule 114) OK. All Equipn TANK BATTE No.126 n	Inspector Tony Morales ule 103) nent and Location in GN NOT VISIBLE Inspector Tony Morales nent and Location in RIES OK. OLD TA Inspector Tony Morales	n Good Shape. 35' Violation? Yes n Good Shape Violation? Yes n Good Shape ANK ON LOC	PJ. STAINING AR I-14-18S-28E *Significant Non-Compliance? No PJ. STAINING AR J-15-18S-28E *Significant Non-Compliance? No PJO. STAINING A CATION D-15-18S-28E *Significant	OUND WELL HEAD 30-015-01869-00- Corrective Action Due By: 10/14/2016 COUND WELL HEAD 30-015-01870-00- Corrective Action Due By: 10/14/2016 ROUND WELL HEA 30-015-01880-00- Corrective	24 00 Inspection No. iTM1619342285 00 Inspection No. iTM1619347945 D. 00

STATE E 12	286 No.128			E-15-18S-28E	30-015-01881-00-	00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/11/2016	Routine/Periodic Violations Absent Well Identification Sig	Tony Morales	Yes	No	10/14/2016	iTM1619350199
Comments	on Inspection: OK. All E	guipment and Location in OPERATOR ON LOCAT		. PJ. STAINING AR	OUND WELL HEAD),
STATE 647 Inspection Date	AC 713 No.140 Type Inspection	Inspector	Violation?	K-14-18S-28E *Significant Non-Compliance?	30-015-29079-00- Corrective Action Due By:	00 Inspection No.
07/11/2016	Routine/Periodic Violations General Housekeeping (Rule	Tony Morales	Yes	No	10/14/2016	iTM1619340670
Comments		quipment and Location in			ROUND WELL HEAD)

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,

50 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.

> Oil Conservation Division * 811 S. First St. * Artesia, New Mexico 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * http://www.emnrd.state.nm.us