State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Tony DelfinActing Cabinet Secretary

David R. Catanach, Division Director

Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

28-Feb-17

APACHE CORP

303 Veterans Airpark Lane Suite 3000 Midland TX 79705-9705

LOCATION.

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.

EMPIRE A Inspection Date	BO UNIT No.291 Type Inspection	Inspector	Violation?	M-33-17S-28E *Significant Non-Compliance?	30-015-21541-00-0 Corrective Action Due By:	Inspection No.
02/28/2017	Routine/Periodic	Tony Morales	Yes	No	6/3/2017	iTM1705933637
	Violations					
	General Housekeeping (Rule 114)					
Comments	on Inspection: OK. All Equipr	nent and Location ir	Good Shape	. PJ HEAD OFF OL	D PJ ON LOCATION	1.
WASHINGTON 33 STATE No.018				J-33-17S-28E 30-015-21745-00-00		00
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
-	Type Inspection Routine/Periodic	Inspector Tony Morales	Violation? Yes			-
Date	** *	•		Non-Compliance?	Action Due By:	Inspection No. iTM1705932662
Date	Routine/Periodic	•		Non-Compliance?	Action Due By:	-

INSPECTION DETAIL SECTION

WASHINGTON 33 STATE

No.006

C-33-17S-28E

30-015-30138-00-00

Inspection

02/28/2017

Date Type Inspection

Inspector
Tony Morales

Violation? Yes

*Significant Non-Compliance? Corrective Action Due By: 6/3/2017

Inspection No. iTM1705937803

Violations

General Housekeeping (Rule 114)

Routine/Periodic

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO. OLD PJ ON LOCATION.

CONTAMINATED MATERIAL ON LOCATION.

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.