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.

			INSPECTIO	N DETAIL	SECTION		
POKER LA Inspection Date	KE UNIT No.2 Type Inspection		Inspector	Violation?	I-30-24S-30E *Significant Non-Compliance?	30-015-34404-00- Corrective Action Due By:	00 Inspection No.
02/13/2018	018 Routine/Periodic Tony Morales Yes No 5/19/2018 iTM180 Violations Absent Well Identification Signs (Rule 103)						
Comments		e (nent and Location in	Good Shape	PJ POWER OFF.	15MO	
POKER LA Inspection Date	KE UNIT CV Type Inspection	-	No.001H Inspector	Violation?	M-26-24S-30E *Significant Non-Compliance?	30-015-37031-00- Corrective Action Due By:	00 Inspection No.
02/13/2018	Routine/Period Violations General Housekee		Tony Morales	Yes	No	5/19/2018	iTM1804435358
Comments on Inspection: OK. All Equip 19.15.10.8		ment and Location in	Good Shape	. PJ STAINING A	ROUND WELLHEAI)	

POKER LAKE UNIT		No.343H			P-22-24S-30E	30-015-38667-00-0	
Inspection Date	Type Inspection	i I	nspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By;	Inspection No.
02/13/2018 Routine/Period Violations		•		Yes	No	5/19/2018	iTM1804433900
	General Houseke	,					
Comments o	on Inspection:				STAINING AROU WLINE ON LOCAT		
POKER LAKE UNIT Inspection		No.326H			A-27-24S-30E *Significant	30-015-39479-00-00 Corrective	
Date	Type Inspection	ı I	nspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
02/13/2018	Routine/Perio Violations Absent Well Ider	dic T	Fony Morales 103)	Yes	No	5/19/2018	iTM1804434452
Comments of	on Inspection:				PJ WRONG SECT AMAGED 19.15.16.	FION ON LOCATION 8	
POKER LA Inspection Date	AKE UNIT No.346H Type Inspection		nspector	Violation?	L-35-24S-30E *Significant Non-Compliance?	30-015-39480-00-0 Corrective Action Due By:) Inspection No.
02/13/2018	Routine/Periodic Violations Absent Well Identification Signs (R		Fony Morales	Yes	No	•	iTM1804436244
Comments of	on Inspection:	0 (,	Good Shape.	LOCATION SIGN	NOT VISIBLE 19.15.	16.8
	KE UNIT CV	X JV PC No.015	H		O-19-24S-30E	30-015-41195-00-0	0
Inspection Date	Type Inspection	, J	nspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
02/13/2018	Routine/Periodic Violations General Housekeeping (Rule 114)		Fony Morales	Yes	No	•	iTM1804441414
Comments of	on Inspection:	OK. All Equipmer 19.15.10.8	it and Location in	Good Shape.	PJO. STAINING	AROUND WELL HEA	D
POKER LAKE UNIT CVX JV PC No.016H Inspection				Violetia-9	O-19-24S-30E *Significant	30-015-41198-00-00 Corrective Action Due Ry: Inspection No.	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	-
02/13/2018	Routine/Peric Violations	dic eping (Rule 114)	Fony Morales	Yes	No	5/19/2018	iTM1804441376
Comments of	on Inspection:	,	nt and Location in	Good Shape.	PJO. STAINING	AROUND WELL HEA	D

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,

Jona Plora 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.