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"

10-Apr-18

ENDEAVOR ENERGY RESOURCES, LP

110 N. Marienfeld Ste 200 Midland TX 79701-9701

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		
OSCEOLA Inspection Date	STATE No.001 Type Inspection	Inspector	Violation?	H-1-25S-28E *Significant Non-Compliance?	30-015-27844-00-00 Corrective Action Due By: Inspection !	
04/09/2018	Routine/Periodic Violations General Housekeeping (Rule 1	Tony Morales	Yes	No	7/13/2018	iTM1809942096
Comments	- •	uipment and Location in TTERIES NO WINDSO			G AROUND WELLH 0.15.10.8	IEAD.
SEMINOLI Inspection Date	Inspector	Violation?	G-1-25S-28E *Significant Non-Compliance?	30-015-27864-00- Corrective Action Due By:	00 Inspection No.	
04/09/2018	Routine/Periodic Violations General Housekeeping (Rule 1	Tony Morales	Yes	No	7/13/2018	iTM1809941811
Comments		uipment and Location in D. WATSON HOTOIL			IG AROUNND ION 19.15.10.8	

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

SEMINOLE Inspection Date	E FEDERAL N Type Inspection		Inspector	Violation?	J-1-25S-28E *Significant Non-Compliance?	30-015-27933-00- Corrective Action Due By:	DO Inspection No.
04/09/2018	Routine/Peric Violations General Houseka	dic eping (Rule 114)	Tony Morales	Yes	No	7/13/2018	iTM1809942656
Comments o	on Inspection:	OK. All Equipr / PJ 19.15.10.8	nent and Location in	Good Shape.	PJO STAININ	IG AROUND WELLI	IEAD
HOPI FEDI Inspection Date	ERAL No.001 Type Inspection	1	Inspector	Violation?	F-1-25S-28E *Significant Non-Compliance?	30-015-29367-00- Corrective Action Due By:	DO Inspection No.
04/09/2018	Routine/Peric Violations General Houseke	dic eping (Rule 114)	Tony Morales	Yes	No	7/13/2018	iTM1809941076
Comments of	on Inspection:	TANK BATTE		NEED REPLA	CING / NO WINDS	OUND WELLHEAD OCK 19.15.10.8 OI	
HOPI FEDI Inspection Date	ERAL No.002 Type Inspectio	1	Inspector	Violation?	A-1-25S-28E *Significant Non-Compliance?	30-015-30819-00- Corrective Action Due By:	DO Inspection No.
04/09/2018	Routine/Peric Violations General Houseke	dic eping (Rule 114)	Tony Morales	Yes	No	7/13/2018	iTM1809941370
Comments on Inspection: OK. All Equi		OK. All Equipr	nent and Location ir ON LOCATION 19		PJ STAINING	AROUND WELLHE	AD

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, lorales, CO.

Artesia OCD Distric 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.