State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McOueen **Cabinet Secretary**

Matthias Saver

Deputy Cabinet Secretary

Heather Riley Division Director

Response Required - Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"

11-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.

BARBARY 17 COM No.001					C-17-16S-28E	30-015-31427-00-00	
Inspection Date	Type Inspectio	D	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/10/2018	Routine/Periodic Violations		Tony Morales	Yes	No	7/14/2018	iTM1810037636
	General Housekeeping (Rule 114)						
Comments on Inspection: OK. All Equipment and Location in REPLACING 19.15.10.8			Good Shape	. TANK BATTERIE	S OK. WINSOCK N	EEDS	
DONNER 30 FEDERAL COM No.004 Inspection				B-30-16S-28E	30-015-35715-00-	00	

INSPECTION DETAIL SECTION

Date Type Inspection Inspector Violation? Inspection No. Non-Compliance? Action Due By: 04/10/2018 Routine/Periodic **Tony Morales** Yes 7/14/2018 iTM1810033984

Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD

19.15.10.8

DONNER 30 FEDERAL No.003

G-30-16S-28E

30-015-35807-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective **Action Due By:**

Inspection No.

04/10/2018 Routine/Periodic **Tony Morales**

Yes

No

7/14/2018

iTM1810033728

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELL HEAD. TANK BATTERIES NO PLACARDS. WINDSOCK NEEDS REPLACING 19.15.10.8

CARIBOU 19 FEDERAL COM No.002

Routine/Periodic

I-19-16S-28E

30-015-36539-00-00

Inspection

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

04/10/2018

Tony Morales

Yes

No

7/14/2018

iTM1810035360

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD

FRESH OIL 19.15.10.8 OLD TUBING ON LOCATION

CARIBOU 19 FEDERAL COM No.001

P-19-16S-28E

30-015-36540-00-00

Corrective

Inspection Date

Type Inspection

Inspector **Tony Morales** Violation? Yes

*Significant Non-Compliance? No

Action Due By: 7/14/2018

Inspection No. iTM1810035040

04/10/2018 Routine/Periodic **Violations**

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ. STAINING AROUND WELL HEAD

FRESH OIL 19.15.10.8 OLD TUBING SUCKER RODS ON LOCATION

RAPTOR 12 STATE COM

No.002H

I-12-16S-28E

30-015-39860-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

04/10/2018

Routine/Periodic

Tony Morales

Yes

No

7/14/2018

iTM1810047453

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJ STAINING AROUND WELLHEAD

19.15.10.8

BLACKHAWK 11 FEDERAL COM No.002H

K-11-16S-28E

30-015-39887-00-00

Inspection Type Inspection Date

Inspector

Significant Violation? Non-Compliance?

Corrective **Action Due By:**

Inspection No.

Routine/Periodic 04/10/2018

Tony Morales

Yes

No

7/14/2018

iTM1810045323

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO. STAINING AROUND WELLHEAD

TANK BATTERIES NO PLACARDS 19.15.10.5

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.