

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"

12-Jun-18

MARATHON OIL PERMIAN LLC
5555 SAN FELIPE ST.
HOUSTON TX 77056

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.

INSPECTION DETAIL SECTION

BOIS D ARC No.001			L-31-18S-39E	30-025-37898-00-00		
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
06/12/2018	Routine/Periodic	Mark Whitaker	Yes	No	9/15/2018	iMAW1816341247
Violations Surface Damage/Restoration						

Comments on Inspection: DO NOT RELEASE. LAST WELL ON LEASE. P&A marker incomplete. No unit letter, section, township, or range. 7 power poles, transformers, meter base, and power disconnects. Gas meter on southeast corner. NEED TO CORRECT P&A MARKER. NEED TO STRIP TRANSFORMERS, METER BASE, POWER DISCONNECT, AND CONDUIT RISER OFF NORTH POWER POLE AND REMOVE ALL POWER POLES ASSOCIATED WITH THIS LOCATION. IF OPERATOR DOES NOT OWN POLE, INFORM POWER PROVIDER TO RETIRE POLES AND REMOVE. COPY CORRESPONDENCE TO NMOCD. REMOVE ALL GAS METERING EQUIPMENT TO DOWNSTREAM VALVE AND BLIND FLANGE. 1ST NOTICE.

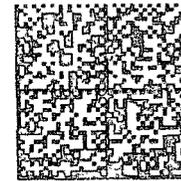
In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,  P.E.S.

Hobbs 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.

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



HASLER
FIRST-CLASS MAIL
\$000.47⁰
06/12/2018 ZIP 88240
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US POSTAGE

MARATHON OIL PERMIAN, LLC
5555 SAN FELIPE ST.
HOUSTON, TX 77056