

State Of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
 Governor
Sarah Cottrell Propst
 Cabinet Secretary
Vacant
 Deputy Cabinet Secretary

Gabriel Wade
 Division Director



"Response Required - Deadline Enclosed"

Field Inspection Program
"Preserving the Integrity of Our Environment"

09-Jan-19

TAP ROCK OPERATING, LLC
 602 Park Point Drive
 Suite 200
 Golden, CO 80401

LETTER OF VIOLATION - Other

Dear Operator:

The following inspection indicates that the well, equipment, location or operational status of the well 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 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

[30-025-34623] JACKSON UNIT SWD #006

OGRID: 372043

H-21-24S-33E 1649 FNL 657 FEL

Inspection Date	Type Inspection	Inspector	Corrective Action Due By	Inspection No.
12/11/2018	Routine Inspection	[GR] Gary Robinson	3/11/2019	iGR1834534764

Violations:

Rule	Violation	Comment
19.15 Oil and Gas	Mechanical Integrity Failure Recorded	MIT failure was added

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,

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240
 Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.state.nm.us

DEC 11 2018

State of New Mexico
 Energy, Minerals and Natural Resources Department
 Oil Conservation Division Hobbs District Office

RECEIVED

BRADENHEAD TEST REPORT

Operator Name <i>TAP Rock Operating</i>		API Number <i>30-025-34623</i> ✓
Property Name <i>Jackson Unit</i>		Well No. <i>#6</i> ✓

¹ Surface Location

UL - Lot	Section	Township	Range	Feet from	N/S Line	Feet From	E/W Line	County
<i>H</i>	<i>21</i>	<i>24S</i>	<i>33E</i>	<i>1649</i>	<i>N</i>	<i>657</i>	<i>E</i>	<i>LEA</i> ✓

Well Status

TA'D WELL YES <input type="radio"/> NO <input checked="" type="radio"/>	SHUT-IN YES <input type="radio"/> NO <input checked="" type="radio"/>	INJECTOR INJ <input type="radio"/> SWD <input checked="" type="radio"/>	PRODUCER OIL <input type="radio"/> GAS <input type="radio"/>	DATE <i>12-11-18</i> ✓
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OBSERVED DATA

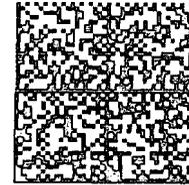
	(A) Surface	(B) Intern(1)	(C) Intern(2)	(D) Prod Csg	(E) Tubing
Pressure	<i>0</i>	<i>N/A</i>	<i>N/A</i>	<i>1100</i>	<i>500</i>
Flow Characteristics					
Pull	<i>Y</i> <input checked="" type="radio"/>	<i>Y/N</i>	<i>Y/N</i>	<i>Y</i> <input checked="" type="radio"/>	CO2 <input type="checkbox"/>
Steady Flow	<i>Y</i> <input checked="" type="radio"/>	<i>Y/N</i>	<i>Y/N</i>	<i>Y</i> <input checked="" type="radio"/>	WTR <input checked="" type="checkbox"/>
Surges	<i>Y</i> <input checked="" type="radio"/>	<i>Y/N</i>	<i>Y/N</i>	<i>Y</i> <input checked="" type="radio"/>	GAS <input checked="" type="checkbox"/>
Down to nothing	<i>Y</i> <input checked="" type="radio"/>	<i>Y/N</i>	<i>Y/N</i>	<i>Y</i> <input checked="" type="radio"/>	Type of fluid injected for water level if applies
Gas or Oil	<i>Y</i> <input checked="" type="radio"/>	<i>Y/N</i>	<i>Y/N</i>	<i>Y</i> <input checked="" type="radio"/>	
Water	<i>Y</i> <input checked="" type="radio"/>	<i>Y/N</i>	<i>Y/N</i>	<i>Y</i> <input checked="" type="radio"/>	

Remarks - Please state for each string (A,B,C,D,E) pertinent information regarding bleed down or continuous build up if applies.

*Prod. csg. would not blow down.
 Well was shut in.
 failed. RHT*

Signature: <i>Gary Johnson</i>	OIL CONSERVATION DIVISION
Printed name: <i>Gary Johnson</i>	Entered into RBDMS
Title:	Re-test <i>[Signature]</i>
E-mail Address:	
Date:	Phone:
Witness: <i>Gary Johnson</i>	

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



NEOPOST
FIRST-CLASS MAIL
\$000.47⁰
01/23/2019 ZIP 88240
042L14818194

US POSTAGE

TAP ROCK OPERATING, LLC
602 PARK POINT DRIVE
SUITE 200
GOLDEN, CO 80401