

Susana Martinez

Governor

Brett F. Woods, PH.D Acting Cabinet Secretary Daniel Sanchez Acting Division Director Oil Conservation Division

Response Required - Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of Our Environment"



04-Mar-11

ENDEAVOR ENERGY RESOURCES, LP

110 NORTH MARIENFELD SUITE 200 MIDLAND TX 79701

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

LEVICK STATE No.001

I-20-8S-33E

30-005-10122-00-00

Inspection Date

Type Inspection

Inspector

*Significant
Violation? Non Compliant

Corrective

03/04/2011

Routine/Periodic

violation

Non-Compliance? Ac

Action Due By: Inspection No.

routile,

Maxey Brown

Yes

No

6/7/2011

inspection No.

iMGB1106356636

Violations

Absent Well Identification Signs (Rule 103)

Idle well (Rule 201)

Comments on Inspection:

Expired TA. RULE 19.15.25.8. NEED TO RETURN WELL TO PRODUCTION OR PA. NEED

TO INSTALL WELL SIGN. RULE 19.15.16.8. THIS IS 1ST LETTER OF NON-

COMPLIANCE.

LEVICK STATE No.002

G-20-8S-33E

30-005-10123-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance? A

Corrective Action Due By:

Inspection No.

03/04/2011 Routin

Routine/Periodic

Maxey Brown

Yes

No

6/7/2011

iMGB1106356944

Violations

Absent Well Identification Signs (Rule 103)

Idle well (Rule 201)

Comments on Inspection:

Expired TA. RULE 19.15.25.8. NEED TO RETURN TO PRODUCTION OR PA WELL. NEED TO INSTALL WELL SIGN. RULE 19.15.16.8. THIS 1ST LETTER OF NON-COMPLIANCE.

Oil Conservation Division

1625 N. French Drive - Hobbs, New Mexico 88240

Phone (575) 393-6161 • Fax (575) 393-0720 • <u>www.emnrd.state.nm.us/OCD</u>



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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

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Hobbs OCD District Office

COMPLIANCE OFFICER

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



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