State Of New Mexico Energy, Minerals and Natural Resources Department

22-Jul-25

EPIC ENERGY, L.L.C.

Pre Enforcement Notification

332 Road 3100 Aztec, NM 87410

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 Compliance Officer copied on this letter, 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

[30-045-24748] NEWSOM B #013E OGRID: 372834 E-09-26N-08W 1790 FNL 1080 FWL

Inspection DateType InspectionInspectorInspection No.7/16/2025Routine Inspection[TV] Thomas VermerschiTV2519738512

Violation Title Corrective Action Due

cTV2520362979 19.15.29 Releases Surface Leaks/Spills

10/20/2025

(There is some staining around the wellhead that needs cleaned up.)

cTV2520362980 19.15.10.8 Safety Procedures for Drilling and Production General Housekeeping Required

10/20/2025

(There are some weeds around the pumpjack, separator and tanks. Please have weeds removed from around equipment and tanks.)

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.

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