

**State Of New Mexico**  
**Energy, Minerals and Natural Resources Department**

17-Mar-26

**BAM Permian Operating, LLC**

4416 Briarwood Ave  
Ste 110 PMB 53  
Midland, TX 79707

**Pre Enforcement Notification**

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*

[30-005-29137] PERSEUS 10 FEDERAL COM #003H

OGRID: 328565

H-10-15S-31E 1980 FNL 200 FEL

Inspection Date	Type Inspection	Inspector	Inspection No.	
3/17/2026	Routine Inspection	[RZH] Ronald Heuer	iRZH267647602	
Violation	Title		Corrective Action Due	
cRZH267670387	19.15.16.8 Sign on Wells Inaccurate Information <i>(Current owner information, Unit Lot letter, API, and footages are missing from the well sign.)</i>		6/15/2026	
cRZH267670388	19.15.18.16 Tanks, Oil Tanks, Fire Walls and Tank Identification Tank identification missing or needs repaired <i>(Unit Lot Letter missing from TB sign.)</i>		6/15/2026	

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.