State Of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

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Cabinet Secretary

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Deputy Cabinet Secretary

Adrienne Sandoval Division Director



"Response Required - Deadline Enclosed"

Field Inspection Program "Preserving the Integrity of Our Environment"

28-Dec-20

WHITE ROCK OIL & GAS, LLC

5810 Tennyson Parkway Suite 500 Plano, TX 75024

Dear Operator:

LETTER OF VIOLATION - Field Inspection

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

[30-025-29641] EAST LOVINGTON 8 #002

OGRID: 370364

I-08-16S-37E 1874 FSL 554 FEL

Inspection Date Type Inspection Inspector **Corrective Action Due By** Inspection No. 12/9/2020 iEZB2034437842 Routine Inspection [EZB] Eugene Bolton 3/31/2021

Violations:

Rule Violation

19.15.29 Releases Surface Leaks/Spills

PJ release 20 ft radius from wellhead. Nearby connected East Lovington 8 tank battery (1/4 mi south) has releases at both open tanks. An aggregate threshold of 5 bbl release at each site requires form C-141.

19.15.10.8 Safety Procedures for Drilling and Production

General Housekeeping

Required

Comment:

PJ: discarded debris and trash on north side. Chem drum has label with no chem ID. TB: discarded drum, pile of hydrocarbon/soil mix in berm.

19.15.16.18 Well and Lease Equipment

Substandard Equipment and/or Needs Repair

Comment:

PJ: Containment vat has no net. TB: 1 of 2 open tanks, net in disrepair, containment vat has no net.

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, GTBLE

Eugene Bolton, Compliance Ofc.

Hobbs OCD District Office

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

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