

State Of New Mexico
Energy, Minerals and Natural Resources Department

10-Mar-26

SOUTHWEST ROYALTIES INC

P O BOX 53570
Midland, TX 79710

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

[30-025-33441] MONUMENT 12 STATE #003

OGRID: 21355

K-12-19S-36E 1650 FSL 1650 FWL

Inspection Date	Type Inspection	Inspector	Inspection No.
3/10/2026	Routine Inspection	[RA] Robert Asher	iRA266940358
Violation	Title		Corrective Action Due
cRA266959616	19.15.16.8 Sign on Wells Inaccurate Information <i>(API number (30-025-33441) is absent on the well sign. Second violation for absent API number (first violation 11/15/2021).)</i>		6/8/2026
cRA266959617	19.15.29 Releases Unauthorized Release <i>(Release reported to the NMOCD on 3/10/2026, investigation shows an above ground steel flow line released an unknown amount of oil and possible produced water in an excavated area (3051.84 yd2). Contaminated soils remain on the edge of the excavation. Release are located at 32°40'31.1" -103°18'45.2")</i>		6/8/2026
cRA266959618	19.15.29 Releases Unauthorized Release <i>(Release reported to the NMOCD on 3/10/2026, investigation shows an above ground steel flow line released an unknown amount of oil and possible produced water in an excavated area (2479.14 yd2). Contaminated soils remain on the edge of the excavation. Release are located at 32°40'11.7" -103°18'38.9")</i>		6/8/2026

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.