New Mexico Oil Conservation Division Civil Penalty Calculation Worksheet

Alleged Violator: Bar V Barb, LLC

OCD EXHIBIT 4

Violation Summary

Viol	ation Date:	5/2015 to present			
Citation		Description		MinPA(\$)	
8.9)	fail to provide sufficient one well financial assurance for South Lucky Lake Queen Unit #001A	#001, #002, and	\$	250.00
	Basis:	See NOV, 8.9(C)(1) and (D)(1).			
					3
			Penalty Subtotal:	\$	750.00
		Adjustment Factors			
Effort to Com	ply:			Facto	or
		No Cooperation or Compliance			
(Comments:	TBD			
History of Non-Compliance:					
		No history			0
(Comments:				
Negligence and Willfulness:					
		Negligence			0.2
(Comments:	BVB knew or should have known that it must provide additonal financial assurance.			
Economic Impact:					
		Less than 50 wells or gross sales less than \$500,000			0
(Comments:	Tipton has registered 17 wells with OCD.			
			Factor Subtotal:		1.2
	Outstanding Conditions		MaxPA(\$)/day		
				\$	2,500.00
			Total Penalty=	\$	900.00