State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary

Tony Delfin

Deputy Cabinet Secretary

David Catanach, Director Oil Conservation Division



Response Required - Deadline Enclosed

30-Aug-16

JAM OIL LLC

PO Box 1382

Artesia NM 88211-8211

LETTER OF VIOLATION - Inactive Well(s)

Dear Operator:

A review of our records and recent inspection(s) indicate that the subject well(s) has been shut-in for an extended period of time. Rule 201 of the Rules and Regulation of the Oil Conservation Division provides that a well may be shut-in no longer than sixty days after suspension of drilling operations, upon determining that ther well is no longer usable (e.g. - e or one year after last production. To comply with guidelines as established in the Rules and Remission must be taken immediately and the well(s) brought into compliance.

The detail section below indicates preliminary finding

The following options ar

OIL CONSERVATION DIVISION 811 S. FIRST ST ARTESIA NM 88210

EUBBOCK TX 31 AUG 2015 PM 2

JAM OIL LLC PO Box 1382 HIXIE Baldaladdadlllaaddlaladlaladladladl

Artesia

arective Action Due by: 12/3/2016

Violation?

*Significant Non-Compliance?

Jupert Cordero

Yes

No

Idle Well (Rule 19.15.25.8). LAST REPORTED PRODUCTION 4-1-11