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

22-May-25

SIMCOE LLC Pre Enforcement Notification

1199 Main Ave., Suite 101 Durango, CO 81301

## 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

[30-045-10641] BARRETT LS #002		OGRID: 329736	B-19-31N-09W 790 FNL 1750 FEL	
Inspection D	ate Type Inspection	Inspector	Inspection No.	
5/22/2025	Routine Inspection	[JVH] Jason Heslop	iJVH2514242202	
Violation		Title		Corrective Action Due
cJVH2514263558 19.15.29 Releases Surface Leaks/Spills				8/20/2025
	(Staining around the compressor. Ple	ease cleanup the stains arour	nd the compressor. )	
cJVH2514263559 19.15.29 Releases Surface Leaks/Spills				8/20/2025
(Staining around the separator. Please clean stains around the separator.)				
cJVH2514263560 19.15.17 Pits, Closed-Loop Systems, Below Grade Tanks and Sumps Noncompliance with Requirements (Construction, Operations or Closure)				8/20/2025
	(BGT has hydrocarbons. Hydrocarbo	ons need to be removed.)		
	19.15.17 Pits, Closed-Loop Systems, Repair	Below Grade Tanks and Sum	nps Substandard Equipment and/or Needs	8/20/2025
	(BGT has cellar caving in and you ca	an't see the bottom. Please fix	the cellar and reset the BGT.)	

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.