

State Of New Mexico
Energy, Minerals and Natural Resources Department

12-Jan-26

RELIABLE PRODUCTION LLC

407 Ouray Ave
Farmington, NM 87401

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

[30-045-34735] RAINBOWS END #001S OGRID: 371618 I-24-29N-11W 1700 FSL 1085 FEL

Inspection Date	Type Inspection	Inspector	Inspection No.
1/12/2026	Routine Inspection	[CZS] Clarence Smith	iCZS261234293
Violation	Title		Corrective Action Due
cCZS261257194	19.15.25.8 Wells to be Properly Abandoned	Plugging marker not installed/inadequate (Dry hole marker has been knocked down, needs to be welded back in place.)	4/12/2026
cCZS261257192	19.15.29 Releases Surface Leaks/Spills	(AGT is running over containment is full. Spoke with pumper said there is a water truck coming to pull pit.)	4/12/2026
cCZS261257193	19.15.29 Releases Surface Leaks/Spills	(Staining around well head and compressor needs to be removed.)	4/12/2026

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.