

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

IN RE: NOTICE OF VIOLATION ISSUED TO POCO RESOURCES, LLC

CASE NO. 25794

This matter came before the NM Oil Conservation Division for a scheduled hearing at 9 a.m. on January 8, 2026, at Santa Fe, New Mexico, before a duly appointed Hearing Officer.

NOW, the Division Director, having considered the record in this matter and the failure of the Respondent to appear, issues the following Order pursuant to the New Mexico Oil and Gas Act, NMSA 1978, Section 70-2-1 et seq., and 19.15.5.10 NMAC.

FINDINGS OF FACT

1. The OCD has jurisdiction over the parties and the subject matter in this proceeding.
2. The OCD duly filed a Notice of Violation ("NOV") and a Docketing Notice in this matter and properly served these documents on the Respondent, POCO Resources, LLC, via certified mail and electronic mail to their designated addresses in November and December of 2025 (pp. 3, 12, 31).
3. The NOV specified that a hearing would be held on January 8, 2026, and that a process for informal resolution was available for 30 days from receipt of the NOV (p. 12).
4. The Respondent failed to avail itself of the informal resolution period, failed to respond to notices from the OCD (except for one email regarding financial inability), and did not correct its non-compliance (pp. 3, 8, 29).
5. The Respondent, POCO Resources, LLC, OGRID # 373121, failed to appear at the scheduled hearing on January 8, 2026 (pp. 1, 7).
6. The Respondent is the registered operator of sixty-seven (67) wells in New Mexico, of which sixty-five (65) were and remain inactive and out of compliance with OCD regulations 19.15.25.8 and 19.15.5.9 NMAC (pp. 1, 8, 13).
7. The proposed civil penalty for these violations, as outlined in the NOV and supporting documents, amounts to \$156,150.00 (pp. 3, 8, 15).

ORDER

IT IS THEREFORE ORDERED THAT:

1. The Respondent, POCO Resources, LLC, is found to be in default for its failure to appear at the hearing on January 8, 2026.
2. The Respondent is in violation of 19.15.5.9, 19.15.7.24, and 19.15.25.8 NMAC, as detailed in the OCD's Pre-Hearing Statement (p. 3).
3. A civil penalty in the amount of \$156,150.00 is hereby assessed against POCO Resources, LLC (p. 15).
4. The civil penalty shall be paid to the "New Mexico Oil Conservation Division" within thirty (30) days from the date of this Order.
5. The OCD is authorized to proceed with the remedies sought in its Pre-Hearing Statement, including directing the Respondent to plug and abandon the non-compliant wells, terminating the Respondent's authorization to transport from all wells, and seeking indemnification for costs incurred by the OCD (pp. 3, 15).
6. Jurisdiction of this matter is retained for the entry of such further orders as the Division may deem necessary.



1/15/2026

Albert C.S. Chang
Director, Oil Conservation Division

CERTIFICATE OF SERVICE

I certify that on January 16, 2026, I served a true and correct copy of the foregoing Order as follows:

To: POCO Resources, LLC
3307 E. Castleberry Road
Artesia, New Mexico, 88210

USPS Certified Mail Tracking No.: 70191640000082604710

- By Email:

Adam Olguin
Hobbs and Artesia Contact
adam@pocores.com

Joshua A. Olguin
Manager
Joshua@pocores.com

Date: January 16, 2026


Madai Corral
Law Clerk
EMNRD-Oil Conservation Division