

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

Ken McQueen  
Cabinet Secretary

Matthias Sayer  
Deputy Cabinet Secretary

David Catanach, Division Director  
Oil Conservation Division



March 31, 2017

Petro Mex, LLC  
P.O. Box 6724  
Farmington NM 87499

**VIA CERTIFIED MAIL, RETURN RECEIPT: 7012.0470 0000 0881 0433**

**Re: OCD Case No. 15684 for a Compliance Order against Petro Mex, LLC**

Dear Operator:

Pursuant to the notice provisions contained in 19.15.4 NMAC, you are hereby notified that at 8:15 AM on April 27, 2017, the New Mexico Oil Conservation Division ("OCD") will hold a hearing in front of a Division Examiner seeking an order determining that Petro Mex LLC ("Operator") (1) is out of compliance with OCD rules 19.15.8 NMAC and NMSA 1978, § 70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance. The hearing will be held in Porter Hall at 1220 South St. Francis Dr., Santa Fe, New Mexico.

Please review 19.15.4 NMAC to see applicable rules for division hearings. A person entitled to notice may enter an appearance at any time by filing a written notice of appearance with the division or the commission clerk, as applicable, or, subject to the provisions in Subsection C of 19.15.4.10 NMAC, by oral appearance on the record at the hearing. A party who has not entered an appearance at least one business day prior to the pre-hearing statement filing date provided in Paragraph (1) of Subsection B of 19.15.4.13 NMAC shall not be allowed to present technical evidence at the hearing unless the commission chairman or the division examiner, for good cause, otherwise directs.

OCD Case # 15684

Exhibit 3-A: Direct Notice to Operator

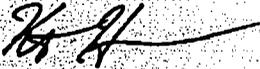
Page 1 - 4

March 31, 2017

Page 2

If you have any questions regarding the hearing process, please contact me at (505) 476-3463 or [keith.herrmann@state.nm.us](mailto:keith.herrmann@state.nm.us).

Sincerely



Keith Herrmann

Attorney for the New Mexico Oil Conservation Division  
Compliance and Enforcement Bureau

Encl: **OCD Case No. 15684 Compliance and Enforcement Bureau Application for Hearing**

Cc: **Jesus Villalobos**

**5490 County Road #11**

**Farmington, NM 87401**

**VIA CERTIFIED MAIL, RETURN RECEIPT: 7012 0470 0000 0882 3679**

**OCD Case # 15684**

**Exhibit 3-A: Direct Notice to Operator**

**Page 2 - 4**

OIL CONSERVATION DIVISION  
ENERGY MINERALS AND  
NATURAL RESOURCES DEPARTMENT  
1220 SOUTH SAINT FRANCIS DRIVE  
SANTA FE, NEW MEXICO 87505

**CERTIFIED MAIL**

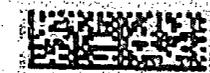
ALBUQUERQUE

RECEIVED  
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MAIL

NEOPOST FIRST-CLASS MAIL

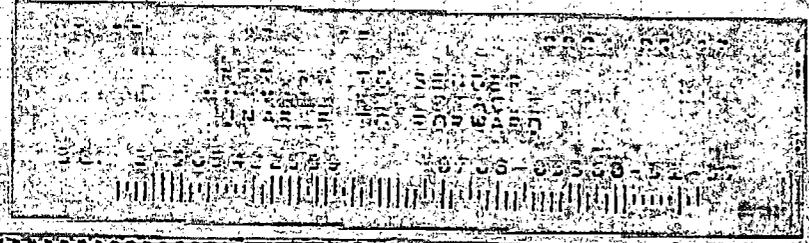
03/31/2017  
**US POSTAGE \$003.81<sup>0</sup>**

7012 0470 0000 0882 3679



ZIP 87505  
041M11273712

**Jesus Villalobos  
5490 County Road #11  
Farmington, NM 87401**



5 28555 67408

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT OF THE RETURN ADDRESS FIELD AT BOTTOM

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

7012 0470 0000 0882 3679

**Jesus Villalobos  
5490 County Road #11  
Farmington, NM 87401**

4b. Service Type:

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery:

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X

Thank you for using Return Receipt Service.

PS Form 3811, December 1994

Domestic Return Receipt

OCD Case # 15684  
Exhibit 3-A: Direct Notice to Operator  
Page 3 - 4

is your RETURN ADDRESS completed on the reverse side?

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I also wish to receive the following services (for an extra fee):

1.  Addressee's Address

2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to: **Petro Max, LLC**  
**P.O. Box 6724**  
**Farmington NM 87499**

4a. Article Number: **12 0470 0000 0881 0433**



5. Service Type:

Registered  Certified

Express Mail  Insured

Return Receipt for Merchandise  COD

7. Date of Delivery: **4-7-17**

5. Received By (Print Name): *J. J. Melton &*

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)  
*X J. J. Melton*

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

UNITED STATES POSTAL SERVICE  
 07 APR '17  
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First-Class Mail  
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 USPS  
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• Print your name, address, and ZIP Code in this box •

**New Mexico Energy, Minerals and  
 Natural Resources Department  
 Office of the General Counsel  
 1220 South St. Francis Drive  
 Santa Fe, NM 87505**

*Attn: Keith Hermann*

