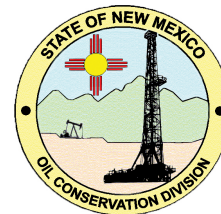


State Of New Mexico

Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor
Sarah Cottrell Propst
Cabinet Secretary
Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne Sandoval
Division Director



"Response Required - Deadline Enclosed"

Field Inspection Program
"Preserving the Integrity of Our Environment"

20-Jul-20

V-F PETROLEUM INC
P.O. Box 1889
Midland, TX 79702

LETTER OF VIOLATION - Field Inspection

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 proper district office of the Division, 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

[30-015-35237] LEATHERSTOCKING 18 STATE COM #002 OGRID: 24010 M-18-18S-28E 810 FSL 660 FWL

Inspection Date	Type Inspection	Inspector	Corrective Action Due By	Inspection No.
7/15/2020	Routine Inspection	[GC] Gilbert Cordero	10/13/2020	iGC2019747238

Violations:

Rule

19.15.16.9 Sealing Off Strata

Violation

Detection of Deficient Mechanical Integrity

Comment:

TA IS CANCELLED. 1180 psi ON CASING. MUST REPAIR AND TEST, PUT BACK ON PRODUCTION OR PLUG AND ABANDON

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.

Sincerely,


Staff Manager
Artesia OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

From: [Cordero, Gilbert, EMNRD](#)
To: ["bill@vfpetroleum.com"](mailto:bill@vfpetroleum.com)
Subject: LOV
Date: Monday, July 20, 2020 2:45:00 PM
Attachments: [3001531337_VF_7_15_2020.pdf](#)
[3001535237_VF_7_15_2020.pdf](#)

Good afternoon Bill,

Attached please find a Letter of Violation for the following wells:

30-015-35237 LEATHERSTOCKING 18 STATE COM 002
30-015-31337 ILLINOIS CAMP 18 STATE 001

Thank you,

Gilbert Cordero
Staff Manager
NMOCD NM South
Office 575.748.1283 ext.114
Cell 575.626.0830