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

<u>"Response Required - Deadline</u> <u>Enclosed"</u>

Field Inspection Program "Preserving the Integrity of Our Environment"



20-Jul-20

SOUTHWESTERN INC 1304 W Broadway Hobbs, NM 88240 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

| [30-015-01900] HUMBLE STATE #001 | | | OGRID: 21386 | A-17-18S-28E 330 FNL 990 FEL | | |
|---|--|-----------------------------------|---|---------------------------------|--|--|
| Inspection Date 7/15/2020 | Type Inspection Routine Inspection | Inspector [GC] Gilbert Cordero | Corrective Action Due By 10/13/2020 | Inspection No. iGC2019733220 | | |
| Violations: | | | | | | |
| Rule | | | Violation | | | |
| 19.15.25.8 Wells to be Properly Abandoned | | | Noncompliance with Plugging Requirements | | | |
| Comment: | | | | | | |
| LAST REPORTED PRODUCTION 08/ 2009. WELL MUST BE | | | | | | |

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

PLUGGED

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

Oil Conservation Division * 811 S. First St. * Artesia, NM 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * www.emnrd.state.nm.us

| From: | Cordero, Gilbert, EMNRD | | | |
|--------------|-----------------------------------|--|--|--|
| To: | southwesterninc@aol.com | | | |
| Subject: | LOV | | | |
| Date: | Monday, July 20, 2020 2:15:00 PM | | | |
| Attachments: | 3001501900 SWESTERN 7 15 2020.pdf | | | |
| | 3001501969 SWESTERN 7 15 2020.pdf | | | |

Good afternoon,

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

30-015-01900 Humble State 001 30-015-01969 Humble State 002

Thank you,

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