State Of New Mexico **Energy, Minerals and Natural Resources Department**

13-Aug-24

Petroleum Exploration Company Ltd., Limited P

Pre Enforcement Notification

P.O. Box 548 Breckenridge, TX 76424

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

[30-025-11622] B M JUSTIS B #004 OGRID: 374138 A-19-25S-37E 225 FNL 925 FEL

Inspection Date Type Inspection Inspector Inspection No. 8/13/2024 Routine Inspection [DA] David Alvarado iDA2422648332 Violation Title **Corrective Action Due**

cDA2422661234 19.15.10.8 Safety Procedures for Drilling and Production Eminent threat to Public Health 11/11/2024

(Existing pipe fence on the ground well is in residential area.)

cDA2422661235 19.15.29 Releases Surface Leaks/Spills

11/11/2024

(2" poly pipe flow line leaking gas 10' from well head due to cut in the line.)

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.

Oil Conservation Division * 1625 N. French Drive * Hobbs, NM 88240 Phone: 575-393-6161 * Fax: 575-393-0720 * www.emnrd.nm.gov