State Of New Mexico Energy, Minerals and Natural Resources Department

23-Aug-24

ROVER OPERATING, LLC

Pre Enforcement Notification

2024 W. 15th St. Suite F508 Plano, TX 75075

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

[30-015-00795] MALCO B FEDERAL #001

OGRID: 371484

J-06-18S-27E 2310 FSL 2310 FEL

Inspection Date Type Inspection 8/23/2024 Routine Inspection

Inspector
[DZC] Donald Christie

Corrective Action Due

Inspection No. iDZC2423637608

Violation Title
cDZC2423651714 19.15.29 Releases Unauthorized Release

11/21/2024

19.15.29 Releases Unauthorized Release

(Open valve at surface is venting gas. Close valve to prevent gas vent per rule.)

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 * 506 W. Texas Ave. * Artesia, NM 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * www.emnrd.nm.gov