State Of New Mexico Energy, Minerals and Natural Resources Department

06-Feb-25

HILCORP ENERGY COMPANY

Pre Enforcement Notification

1111 Travis Street Houston, TX 77002

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

[30-045-24669] HUBBELL GAS COM B #001E OGRID: 372171 P-30-28N-10W 790 FSL 1090 FEL

Inspection Date Type Inspection Inspector Inspection No.
2/6/2025 Routine Inspection [TV] Thomas Vermersch iTV253754439

Violation Title Corrective Action Due

cTV253761598 Needs Reserver.

5/7/2025

Needs Repair
(The base of the below grade tank not visible on one side due to the wooden containment failure.)

cTV253761599 19.15.29 Releases Surface Leaks/Spills

5/7/2025

(Valve under the separator is leaking onto the ground. Please have leak fixed and have the staining cleaned up.)

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.