

OCD Exhibit 4

New Mexico Oil Conservation Division Civil Penalty Calculation Worksheet

Violation Summary

Alleged Violator: **Wespac Energy, LLC**

Violation Date:

Citation	Description	MinPA(\$)
Other(\$1000)	19.15.5.9(D): Failure to provide financial assurance for inactive well	\$ 1,000.00
	Basis: <i>See NOV.</i>	
		Number of Wells: 4
		Penalty Subtotal: \$ 4,000.00

Adjustment Factors

Effort to Comply:	Factor
Comments: <i>TBD</i>	
History of Non-Compliance:	Factor
Comments:	
Negligence and Willfulness:	Factor
Negligence	0.2
<i>Wespac knew or should have known that the wells were inactive and required one well or blanket financial assurance.</i>	
Comments: <i>financial assurance.</i>	
Economic Impact:	Factor
Less than 50 wells or gross sales less than \$500,000	0
Comments: <i>Wespac has registered 10 wells with OCD.</i>	
	Factor Subtotal: 1.2

Outstanding Conditions

MaxPA(\$)/day
No outstanding conditions
\$ 2,500.00
Total Penalty= \$ 4,800.00

