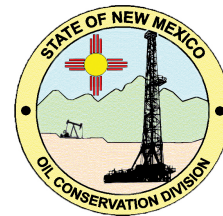


State Of New Mexico

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



"Response Required - Deadline Enclosed"

*Field Inspection Program
"Preserving the Integrity of Our Environment"*

16-Jul-20

REMNANT OIL OPERATING, LLC
P.O. Box 5375
Midland, TX 79704

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

[30-015-00653] SOUTH RED LAKE II UNIT #001

OGRID: 370922

C-36-17S-27E 660 FNL 1650 FWL

Inspection Date	Type Inspection	Inspector	Corrective Action Due By	Inspection No.
7/9/2020	Routine Inspection	[CZH] Chad Hensley	10/16/2020	iCZH2019133433

Violations:

Rule

19.15.25.8 Wells to be Properly Abandoned

Violation

Noncompliance with Plugging Requirements

Comment:

IDLE WELL. LAST PRODUCTION DATE WAS 2/1/19

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,

Chad Hensley

Artesia OCD District Office

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

From: [Hensley, Chad, EMNRD](#)
To: ["will@remnantoil.com"](mailto:will@remnantoil.com)
Subject: [30-015-00653] SOUTH RED LAKE II UNIT #001
Date: Thursday, July 16, 2020 10:44:00 AM
Attachments: [3001500653 7-16-20 remnant LOV.pdf](#)

Everett Gray,

Attached is the Letter of Violation(LOV) for the South Red Lake II Unit # 001. If you have any questions feel free to contact me on my cell.

Thank you,

Chad Hensley
Compliance Officer
Artesia OCD
Office: 575-748-1283 x 112
Cell: 575-703-1723

