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"

20-Jul-20

ROVER OPERATING, LLC

17304 Preston Road Suite 300 Dallas, TX 75252

Dear Operator:

LETTER OF VIOLATION - Field Inspection

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

[30-015-01874] YATES STATE #002

OGRID: 371484

N-15-18S-28E 330 FSL 1650 FWL

Inspection Date 7/6/2020

Type InspectionRoutine Inspection

Inspector[GC] Gilbert Cordero

Corrective Action Due By 10/4/2020

Inspection No. iGC2018837413

Violations:

Rule

19.15.25.8 Wells to be Properly Abandoned

Violation

Noncompliance with Plugging

Requirements

Comment:

WELL NEEDS TO BE PUT BACK ON PRODUCTION, TEMPORARILY ABANDONED OR PLUGGED AND ABANDONED

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,

Staff Manager Artesia OCD District Office

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

Oil Conservation Division * 811 S. First St. * Artesia, NM 88210 Phone: 575-748-1283 * Fax: 575-748-9720 * www.emnrd.state.nm.us

From: <u>Cordero, Gilbert, EMNRD</u>

To: <u>"mfeezel@roverpetro.com"</u>; <u>"laddison@roverpetro.com"</u>

Subject: LOV

 Date:
 Monday, July 20, 2020 1:05:00 PM

 Attachments:
 3001501874 ROVER 7 06 2020.pdf

Good afternoon,

Attached please find a Letter of Violation (LOV) for the Yates State 002, API 30-015-01874. If you have any questions please contact me.

Thank you,

Gilbert Cordero Staff Manager NMOCD NM South Office 575.748.1283 ext.114 Cell 575.626.0830