July 15, 2026

Anthony Rausin, Agent
Etchegoin Oil LLC
9251 Brunello Court
Bakersfield, CA 93314-1149
Delivered via electronic mail:
anthony044@earthlink.net

RE: Indemnity Bond Determination to Acquire Marginal Wells and Associated Facilities

To Anthony Rausin:

The purpose of this letter is to inform you that the Department of Conservation, Geologic Energy Management Division ("CalGEM") has determined that if Etchegoin Oil LLC were to acquire the wells and facilities listed on Attachment A, it will be required to file a bond for $739,520.00 to comply with Public Resources Code section 3205.8.

This amount is based upon CalGEM's estimation of the cost to plug and abandon the well and site remediation of the associated production facilities. A breakdown of the cost estimate is provided in Attachment B. A more detailed Excel Spreadsheet is also attached that details the Cost Estimates. While it may not change the bonding amount determined by CalGEM, Etchegoin Oil LLC may submit a cost estimate to plug and abandon the well and decommissioning of applicable associated facilities, compiled by a third-party based on the factors listed in PRC section 3205.3(b) or the cost estimation criteria described in PRC section 3205.7(b), for consideration by CalGEM.
If you have any questions, please contact CalGEM's Enterprise Risk Unit via email at CalGEMEntRiskUnit@conservation.ca.gov.

Sincerely,

Elizabeth Yura

Elizabeth Yura
Deputy Supervisor

Attachments:
A - Well Listing and Associated Facilities
B - PRC 3205.8 Cost Estimate Breakdown
Excel Spreadsheet – Etchegoin Oil LLC Workbook for Cost Estimates