



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

SUSANA MARTINEZ
Governor

Jami Bailey
Director
Oil Conservation Division

David Martin
Cabinet Secretary-Designate
Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Response Required – Deadline Enclosed
Field Inspection Program
"Preserving the Integrity of Our Environment"

30-Apr-13

CAZA OPERATING, LLC
200 N LORAIN STE 1550
MIDLAND TX 79701

HOBBS OCD
APR 30 2013
RECEIVED

LETTER OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) 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(s) 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.

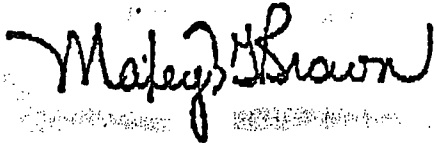
INSPECTION DETAIL SECTION

MOORE COWBELL 27 STATE No.001H				P-27-12S-32E	30-025-39404-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
04/26/2013	Plugged Well Surface Restor	Maxey Brown	Yes	No	7/30/2013	iMGB1311648391
Comments on Inspection: DO NOT RELEASE. RULE 19.15.25.10. NEED TO REMOVE PROPANE TANK, FENCE POST AND WIRE FROM LOCATION. ALSO LOCATION HAS NOT BEEN LEVELLED, BRING STOCKPILED TOP SOIL BACK ONTO LOCATION, SMOOTH OUT PILES OF CALACHI. MARKER IS OK. THIS IS 1ST LETTER OF NON-COMPLIANCE. MGB.						

APR 30 2013

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.

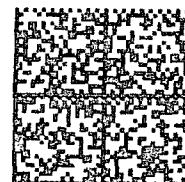
Sincerely,


COMPLIANCE OFFICER

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.
*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



HASLER

015H14150977
\$0.46
04/30/13
Mailed From 88240

US POSTAGE

CAZA OPERATING, LLC
200 N. LORAIN STE 1550
MIDLAND TX 79701