

NEW MEXICO ENERGY, MINERALS 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"

HOBBS OCD

APR 2 5 2013

25-Apr-13

RECEIVED

CIMAREX ENERGY CO.

600 N MARIENFELD STREET SUITE 600 MIDLAND TX 79701

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

SECOND CHANCE 21 STATE No.001

Routine/Periodic

F-21-10S-36E

30-025-39762-00-00

Inspection 04/23/2013

Type Inspection Date

Inspector

Maxey Brown

Violation? Yes

*Significant Non-Compliance? No

Corrective Action Due By: 7/27/2013

Inspection No. iMGB1311359846

Violations

Comments on Inspection:

Surface Damage/Restoration

RULE 19.15.25.10 (d) WELL HAS BEEN PLUGGED OVER 12 MONTHS. NO MARKER.

MISC JUNK, LOC IS FENCED, THIS IS 1ST LETTER OF NON-COMPLIANCE. MGB.

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 Divison 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



015H14150977 \$0.46 04/25/13 Mailed From 88240

CIMAREX ENERGY CO. 600 N. MARIENFELD STREET SUITE 600 MIDLAND, TX 79701