State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary Heather Riley Division Director



Response Required - Deadline Enclosed

Field Inspection Program "Preserving the Integrity of Our Environment"

27-Mar-18

CIMAREX ENERGY CO. OF COLORADO

202 S. Cheyenne Ave, Ste 1000 Tulsa OK 74103-4103

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.

			INSPECTIO	N DETAIL	SECTION		
FEDERAL 13 COM Inspection		No.(No.002		K-13-25S-26E *Significant	30-015-33344-00-00 Corrective	
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
03/27/2018	Routine/Period Violations General Housekeep		Tony Morales	Yes	No	6/30/2018	iTM1808636357
Comments of		OK. All Equipn 19.15.10.8	nent and Location in	Good Shape	TANK BATTERIE	S STAINING / LOCA	TION
WIGEON 2 Inspection Date	3 FEDERAL C Type Inspection	OM	No.001 Inspector	Violation?	J-23-25S-26E *Significant Non-Compliance?	30-015-33563-00- Corrective Action Due By:	00 Inspection No.
03/27/2018	Routine/Period Violations General Housekee	-	Tony Morales	Yes	No	6/30/2018	iTM1808640159
Comments		1 1	nent and Location in JBING / DEBRIS O			ES AREA STAINING	OLD

WIGEON 23 FEDERAL (COM No.002			H-23-25S-26E	30-015-33684-00-0)
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/27/2018	Routine/Peric Violations General Houseke	odic eeping (Rule 114)	Tony Morales	Yes	No	6/30/2018	iTM1808637971
Comments (on Inspection:		ment and Location ir	Good Shape.	TANK BATTERIE	S / LOCATION STAI	NING
			ND MONITOR DO				
PINTAIL 23 FEDERAL No.003					F-23-25S-26E	30-015-36335-00-00	
Inspection Date	Type Inspection	n	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/27/2018	Routine/Peric Violations	odic ceping (Rule 114)	Tony Morales	Yes	No	6/30/2018	iTM1808639202
Comments o	on Inspection:	OK. All Equip	ment and Location in S MONITOR OK	Good Shape.	PJ TANK BATTER	RIES STAINING	
WHITE CITY 14 FEDERAL No.004 Inspection Date Type Inspection		Inspector	Violation?	O-14-25S-26E *Significant Non-Compliance?	30-015-36336-00-0 Corrective Action Due By:)) Inspection No.	
03/27/2018	Routine/Peric		Tony Morales	Yes	Non-Compliance: No	6/30/2018	iTM1808636971
		ening (Rule 114)					
Comments of			ment and Location in 25 MONITOR OK	ı Good Shape.	PJ TANK BATTER	RIES STAINING	
	General Houseke on Inspection:	OK. All Equipr 19.15.10.8 H2		n Good Shape.	PJ TANK BATTER C-13-25S-26E	RIES STAINING 30-015-36571-00-0	00
FEDERAL Inspection	General Houseke on Inspection: 13 COM	OK. All Equipr 19.15.10.8 H2 No.	2S MONITOR OK .006	I Good Shape.	C-13-25S-26E *Significant	30-015-36571-00-0 Corrective)0 Inspection No.
FEDERAL	General Houseke on Inspection: 13 COM Type Inspection Routine/Peric Violations	OK. All Equipr 19.15.10.8 H2 No.	2S MONITOR OK		C-13-25S-26E	30-015-36571-00-0	
FEDERAL Inspection Date 03/27/2018	General Houseke on Inspection: 13 COM Type Inspection Routine/Peric Violations	OK. All Equipr 19.15.10.8 H2 No. n odic ceping (Rule 114)	2S MONITOR OK .006 Inspector Tony Morales	Violation? Yes	C-13-25S-26E *Significant Non-Compliance? No	30-015-36571-00-(Corrective Action Due By:	Inspection No. iTM1808635627
FEDERAL Inspection Date 03/27/2018 Comments of PINTAIL 23	General Houseke on Inspection: 13 COM Type Inspection Routine/Peric Violations General Houseke	OK. All Equipt 19.15.10.8 H2 No. n odic ceping (Rule 114) OK. All Equipt	2S MONITOR OK .006 Inspector Tony Morales	Violation? Yes	C-13-25S-26E *Significant Non-Compliance? No	30-015-36571-00-0 Corrective Action Due By: 6/30/2018	Inspection No. iTM1808635627 0.8
FEDERAL Inspection Date 03/27/2018 Comments of PINTAIL 23 Inspection Date	General Houseke on Inspection: 13 COM Type Inspection Routine/Peric Violations General Houseke on Inspection: 3 26 FEDERA Type Inspection	OK. All Equipr 19.15.10.8 H2 No. n odic seping (Rule 114) OK. All Equipr L COM n	2S MONITOR OK .006 Inspector Tony Morales ment and Location in No.010H Inspector	Violation? Yes n Good Shape Violation?	C-13-25S-26E *Significant Non-Compliance? No TANK BATTERIE C-23-25S-26E *Significant Non-Compliance?	30-015-36571-00-(Corrective Action Due By: 6/30/2018 S STAINING 19.15.1 30-015-43773-00-(Corrective Action Due By:	Inspection No. iTM1808635627 0.8 00 Inspection No.
FEDERAL Inspection Date 03/27/2018 Comments of PINTAIL 23 Inspection	General Houseke on Inspection: 13 COM Type Inspection Routine/Peric Violations General Houseke on Inspection: 3 26 FEDERA Type Inspection Routine/Peric Violations	OK. All Equipr 19.15.10.8 H2 No. n odic seping (Rule 114) OK. All Equipr L COM n	2S MONITOR OK .006 Inspector Tony Morales ment and Location in No.010H Inspector Tony Morales	Violation? Yes	C-13-25S-26E *Significant Non-Compliance? No TANK BATTERIE C-23-25S-26E *Significant	30-015-36571-00-(Corrective Action Due By: 6/30/2018 S STAINING 19.15.1 30-015-43773-00-(Corrective	Inspection No. iTM1808635627 0.8 00

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, ,QArtesia OCD 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.