

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

5/25/2004

CBS Operating Corp PO Box 2236 Midland, TX 79702

SECOND NOTICE OF NON-COMPLIANCE

RE: Attached List

Dear Sirs:

This second directive is to notify you that these wells are still in violation of OCD Rules.

On 2/17/2004 an inspection was performed on the above well(s) and it was found the well(s) failed to meet mechanical integrity standards and were required to be shut – in. A review of our records indicates no correspondence has been received which indicates the well(s) have been brought into compliance. The well(s) must be returned to physical compliance on or before the date indicated below.

In the event that a satisfactory response is not received to this letter of direction by June 25, 2004, 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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely.

Compliance Officer

NMOCD - District II

Comply Master by Inspector Well Filter (Compliance Acheived Date is

Inspector	Dt_Viol	Company	Viol_Typ	API_WellNo	SNC	Dt_CompRe Well Name and	Тур	e Status	Location	Dt_Mod Comp. Acheived
GEG										
Febru	ary 2004									
GEG0404835413	2/17/2004	CBS OPERATING	3 MI	30015206110000	N	5/22/2004 LOCO HILLS A	006	I S	D 15 17 3	0 2/19/2004
GEG0404839106	2/17/2004	CBS OPERATING	3 МІ	30015040560000	N	5/22/2004 BURNHAM	001D	1 A	F 2 17 3	0 2/19/2004
GEG0404839486	2/17/2004	CBS OPERATING	э мі	30015040580000	N	5/22/2004 BURNHAM	003A	I S	H 2 17 3	0 2/19/2004
GEG0404840692	2/17/2004	CBS OPERATING	э мі	30015040480000	N	5/22/2004 BURNHAM	002A	I A	N 2 17 3	0 5/25/2004
GEG0404841347	2/17/2004	CBS OPERATING	3 MI	30015203150000	N	5/22/2004 FEDERAL KK	001	l S	P 3 17 3	0 2/19/2004
GEG0404843079	2/17/2004	CBS OPERATING	3 MI	30015039250000	N	5/22/2004 NORTH SQUARE LAKE	069	1 A	O 25 16 3	0 2/19/2004
GEG0404843498	2/17/2004	CBS OPERATING	3 MI	30015108630000	N	5/22/2004 NORTH SQUARE LAKE	185	l A	A 36 16 3	0 2/19/2004
GEG0404847264	2/17/2004	CBS OPERATING	Э МІ	30015048640000	N	5/22/2004 NORTH SQUARE LAKE	800	I A	1 20 16 3	1 2/19/2004
GEG0405453348	2/17/2004	CBS OPERATING	Э МІ	30015040660000	N	5/22/2004 FEDERAL KK	003	I A	J 3 17 3	0 2/26/2004
GEG0405554356	2/17/2004	CBS OPERATING	3 MI	30015040480000	N	5/22/2004 BURNHAM	002A	I A	N 2 17 3	0 2/24/2004
GEG0405556295	2/17/2004	CBS OPERATING	з мі	30015050340000	N	5/22/2004 FEATHERSTONE	005	I S	3 2 17 3	1 2/24/2004
GEG0405556684	2/17/2004	CBS OPERATING	G MI	30015049490000	N	5/22/2004 NORTH SQUARE LAKE	127	1 A	H 31 16 3	1 3/10/2004

Tuesday, May 25, 2004