State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Tony Delfin

Acting Cabinet Secretary

David R. Catanach, Division Director

Oil Conservation Division



Response Required - Deadline Enclosed

Field Inspection Program
"Preserving the Integrity of Our Environment"

29-Mar-17

CIMAREX ENERGY CO. OF COLORADO

202 S. CHEYENNE AVE, STE 1000 TULSA OK 74103

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.

BLUETAIL	8 FEDERAL No.001			E-8-17S-29E	30-015-38653-00-0	0
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/29/2017	Routine/Periodic	Tony Morales	Yes	No	7/2/2017	iTM1708850390

INSPECTION DETAIL SECTION

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD.

RULE 19.15.35.7B

PERE MARQUETTE 18 FEDERAL No.010 F-18-17S-29E 30-015-38998-00-00 Inspection *Significant Corrective Type Inspection Inspector Violation? Inspection No. Date Non-Compliance? Action Due By: 03/29/2017 Routine/Periodic **Tony Morales** Yes No 7/2/2017 iTM1708835455

Violations

Surface Leaks/Spills

Comments on Inspection: OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD +

STAINED AREA APPROX 5' X 60' Rule 19.15.35.7B

PERE MARQUETTE 18 FEDERAL No.002H

C-18-17S-29E

30-015-39030-00-00

Inspection Date

Type Inspection

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

03/29/2017 Routine/Periodic

Comments on Inspection:

Tony Morales

Yes

No

7/2/2017

iTM1708840087

Violations

General Housekeeping (Rule 114)

OK. All Equpment and Location in Good Shape. PJO RULE 19.15.35.7B

PERE MARQUETTE 18 FEDERAL No.004H

A-18-17S-29E

30-015-39032-00-00

Inspection

Type Inspection Date

Inspector

Violation?

*Significant Non-Compliance?

Corrective Action Due By:

Inspection No.

03/29/2017

Routine/Periodic

Tony Morales

Yes

No

7/2/2017

iTM1708841053

Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Sape. PJ STAINING AROUND WELLHEAD. Rule

19.15.35.7B

PERE MARQUETTE 18 FEDERAL

No.011

Tony Morales

F-18-17S-29E *Significant 30-015-39056-00-00

Corrective

Inspection No.

Inspection Date 03/29/2017

Type Inspection

Inspector

Violation? Yes

Non-Compliance? No

Action Due By: 7/2/2017

iTM1708836506

Routine/Periodic Violations

General Housekeeping (Rule 114)

Comments on Inspection:

OK. All Equipment and Location in Good Shape. PJO STAINING AROUND WELLHEAD

RULE 19.15.35.7B

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.

Artesia 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.