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.

INSPECTION DETAIL SECTION

No.002 K-13-25S-26E 30-015-33344-00-00 Inspector Violation? *Significant Non-Compliance? Corrective Action Due By: Inspection No. Tony Morales Yes No 6/30/2018 iTM1808636357

Violations

Type Inspection

Routine/Periodic

FEDERAL 13 COM

Inspection

Date

03/27/2018

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. TANK BATTERIES STAINING / LOCATION

19.15.10.8

WIGEON 23 FEDERAL COM		No.001		J-23-25S-26E	30-015-33563-00-0	0
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/27/2018	Routine/Periodic	Tony Morales	Yes	No	6/30/2018	iTM1808640159

Violations

General Housekeeping (Rule 114)

Comments on Inspection: OK. All Equipment and Location in Good Shape. TANK BATTERIES AREA STAINING OLD

FLOWLINE TUBING / DEBRIS ON LOCATION 19.15.10.8

WIGEON 23 FEDERAL COM Inspection			No.002		H-23-25S-26E *Significant	30-015-33684-00-00 Corrective		
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
03/27/2018	Routine/Periodical Violations General Housek		Tony Morales 4)	Yes	No	6/30/2018	iTM1808637971	
Comments on Inspection: OK. All Ec			quipment and Location in Good Shape. TANK BATTERIES / LOCATION STAINING 3 WIND MONITOR DOWN					
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/Periodic		Tony Morales	Yes	No	6/30/2018	iTM1808639202	
	Violations General Housek	eeping (Rule 11	4)					
Comments of	on Inspection:		ipment and Location in H2S MONITOR OK	Good Shape.	PJ TANK BATTER	RIES STAINING		
WHITE CITY 14 FEDERAL No.004 Inspection		_	*Significant Cor.		30-015-36336-00- Corrective			
Date	Type Inspection		Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
03/27/2018	Routine/Peri- Violations General Housek	odic eeping (Rule 11	Tony Morales 4)	Yes	No	6/30/2018	iTM1808636971	
Comments of	on Inspection:	OK. All Equ	nipment and Location in H2S MONITOR OK	Good Shape.	PJ TANK BATTEI	RIES STAINING		
FEDERAL 13 COM		Ŋ	No.006		C-13-25S-26E	-25S-26E 30-015-36571-00-00		
Inspection Date	Type Inspection		Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.	
03/27/2018	Routine/Peri Violations General Housek	odic eeping (Rule 11	Tony Morales 4)	Yes	No	6/30/2018	iTM1808635627	
Comments of	on Inspection:	OK. All Equ	ripment and Location in	Good Shape.	TANK BATTERIE	S STAINING 19.15.	10.8	
PINTAIL 23 26 FEDERAL COM Inspection		No.010H		C-23-25S-26E *Significant	30-015-43773-00- Corrective	00		
Date	Type Inspection	n	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.	
03/27/2018	Routine/Periodic		Tony Morales	Yes	No	6/30/2018	iTM1808638523	
	Violations							
	Absent Well Identification Signs (Rule 103)							
Comments of	on Inspection:	OK. All Equ	ripment and Location in	Good Shape	. LOCATION SIGN	WRONG SECTION	"13"	

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,

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.