

NEW MEXICO ENERGY, MINERALS NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary

Mark E. Fesmire, P.E. Director Oil Conservation Division

Field Inspection Program "Preserving the Integrity of Our Lawironment"

30-Jul-09

CIMAREX ENERGY CO. OF COLORADO

compliance. MW

P O BOX 1237

EUNICE NM 88231 **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

CITIES THOMAS No.003				H-19-24S-37E	30-025-25608-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/29/2009	Routine/Periodic	Mark Whitaker	Yes	No	11/1/2009	iMAW0921038283
	Violations					
	Absent Well Identification Signs (Rule 103)					
	on Inspection: Well sign not compliance. N	legible (Rule 19.15 16 1W	.8). NEED 1	I-19-24S-37E	30-025-25755-00-	
Inspection	WELL NO.002			*Significant	Corrective	-00
Date	Type Inspection	Inspector	Violation?	Non-Compliance?	Action Due By:	Inspection No.
Date	Type Inspection Routine/Periodic	Inspector Mark Whitaker	Violation? Yes	0		Inspection No. iMAW0921039326
Date	** *	•		Non-Compliance?	Action Due By:	•
•	Routine/Periodic	Mark Whitaker		Non-Compliance?	Action Due By:	•

CITIES THOMAS No.004

G-19-24S-37E

30-025-25756-00-00

Inspection Date 07/29/2009

Type Inspection
Routine/Periodic

Inspector

Mark Whitaker

*Si

*Significant Non-Compliance? No Corrective Action Due By: 11/1/2009

Inspection No.

iMAW0921036935

Violations

Absent Well Identification Signs (Rule 103)

General Housekeeping (Rule 114)

Comments on Inspection:

Well sign not legible (Rule 19.15.16.8). Environmental pan under chemical drum full of fluid

(General Housekeeping Rule). NEED TO INSTALL NEW WELL SIGN AND EMPTY

Yes

ENVIRONMENTAL PAN. 1st notice of non-compliance. MW

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. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

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



017H15554612 \$0.440 07/31/2009 Mailed From 88240

CIMAREX ENERGY CO. OF COLORADO 5215 N. O'CONNOR BLVD. SUITE 1500 IRVING, TX 75039