Form 2160-5 (August 2007)

# **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

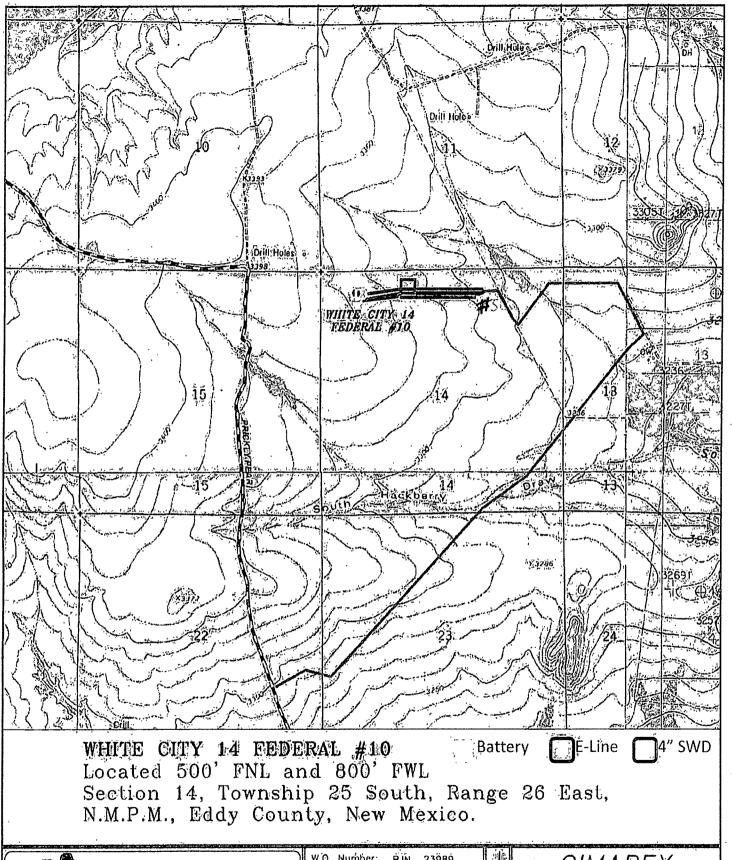
**GCD** Artesia

FORM APPROVED OMB NO 1004-0135 Expires. July 31, 2010

ease Serial No. IMNM19423

SUNDRY NOTICES AND REPORTS ON WELLS		NM
not use this form for proposals to drill or to re-enter an		

abandoned well. Use form 3160-3 (APD) for such proposals.			s.	6 If Indian, Allottee or Tribe Name			
SUBMIT IN TRI	PLICATE - Other instruc	ctions on reverse sid	e.	7. If Unit or CA/Agre	ement, Name and/or No		
1 Type of Well .	8. Well Name and No						
Oil Well Gas Well Oth	WHITE CITY 14	FEDERAL 010					
2 Name of Operator Contact: ZENO FARRIS CIMAREX ENERGY CO. OF COLORAD Quail: zfarris@cimarex.com				9 API Well No. 30-015-39227			
3a Address 600 N MARIENFELD ST STE 600 MIDLAND, TX 79701		3b Phone No. (include area code) Ph: 432-620-1938 Fx: 432-620-1940		10. Field and Pool, or Exploratory SAGE DRAW; WOLFCAMP EAST			
4 Location of Well (Footage, Sec. T, R, M, or Survey Description)				11 County or Parish, and State			
Sec 14 T25S R26E Mer NMP NWNW 500FNL 800FWL				EDDY COUNTY, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO	) INDICATE NATUR	E OF NOTICE, R	EPORT, OR OTHE	R DATA		
TYPE OF SUBMISSION		Т	TYPE OF ACTION				
Net'en of Intent	Acidize	☐ Deepen	Produc	tion (Start/Resume)	Water Shut-Off		
Notice of Intent	Alter Casing	Fracture Treat	□ Reclam	nation	Well Integrity		
☐ Subsequent Report	Casing Repair	■ New Construc	tion Recom	plete	Other		
Final Abandonment Notice	Change Plans	Plug and Abar	ndon	rarily Abandon	_		
_	Convert to Injection	Plug Back	☐ Water I	Disposal			
following completion of the involved testing has been completed. Final Al determined that the site is ready for f. Propose to lay on lease surfaction white City 14 Federal No. 14 Fed No. 5 well in NWNE of Lay 2249' of on lease surface. Lay 2249' of on lease 4 wire, 3 attached plat.	pandonment Notices shall be filinal inspection.)  ce SWD line and E-line al. 10 well in NWNW to exist 14-25S-26E as describe  4" SDR-11 polypipe as sl	ed only after all requirement long existing and arch sting 4" lateral and E-li d below: hown on attached plat 40' poles, raptor prod	ts, including reclamate clear access road ne at our White Cit	from the sea completed.  From the sea of the	and the operator has  a 11   16   11    EIVED    ARTESIA		
14 Thereby certify that the foregoing is	Electronic Submission #1	118674 verified by the E					
Name(Printed/Typed) ZENO FARRIS		Title	Title MANAGER OPERATIONS ADMIN				
Signature (Electronic S	<u></u>		09/28/2011				
	THIS SPACE FO	R FEDERAL OR S	TATE OFFICE U	SE			
Approved By		Title	FIELD MANA	GER	10 20 1 11		
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent to condition which would entitle the applicant to conditions.	uitable title to those rights in the		CARLSBAD FIELD	OFFICE	•		





P.O. Box 1786 1120 N. West County Rd. Hobbs. New Mexico 88241 (575) 393-7316 - Offico (575) 392-2206 - Fox Bosinsurveys.com

W.O. Number: BJN 23989

Survey Date: 0,1-05-2011

Scale: 1" = 2000'

Date: 01-12-2011

CIMAREX ENERGY CO. OF COLORADO

# BLM LEASE NUMBER: NMNM 19423 <u>COMPANY NAME:</u> ASSOCIATED WELL NO. & NAME: White City 14 Federal #10

#### STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Sundry Notice and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
- a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.

- Activities of other parties including, but not limited to: b. (1) Land clearing. (2) Earth-disturbing and earth-moving work. (3) Blasting. (4) Vandalism and sabotage. Acts of God. c. The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred. This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States. 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any responsibility as provided herein. 6. All construction and maintenance activity will be confined to the authorized right-of-way width of feet. 7. No blading or clearing of any vegetation will be allowed unless approved in writing by the Authorized Officer. 8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features. 9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "twotracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.
- 10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact

the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.

### 16. Special Stipulations:

## **Leak Detection System:**

A method of detecting leaks is required. The method could incorporate gauges to measure loss, situating valves and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

#### **Construction:**

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

(March 1989)

# Company Reference: Cimarex Energy Co of Colorado Well No. & Name: White City 14 Federal No 10 Lease #: NMNM 19423

#### STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

Surface disturbance or clearing of vegetation shall not occur where the electric line crosses the drainage located to the northwest of the Cypress 28 Federal No 2H. The drainage shall be spanned with the electric poles as indicated on the survey plat.

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.