Form 3160-5 (August 2007)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR

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

BUREAU OF LAND MANAGEMENT

<ol><li>Lease Serial No. NMNM28172</li></ol>	 •

SUNDRY	NOTICES AND REPO	ORTS ON V	WELL'S ARTESIN	1 501p	NMNM28172	•	
Do not use the abandoned we	is form for proposals to II.  Use form 3160-3 (AF	o drill or to PD) for such	re-enter an the proposals of the proposa	M	6. If Indian, Allottee o	r Tribe Name	
SUBMIT IN TRI	PLICATE - Other instru	ctions on r	everse side. REC	EIAP	7. If Unit or CA/Agree	ement, Name and/or No.	_
Type of Well     Oil Well					8. Well Name and No. ADRIANNE 6 FE		
Name of Operator CIMAREX ENERGY COMPAI	Contact:	AMITHY E	CRAWFORD		9. API Well No. 30-015-34319-0	)0-S1	
3a. Address 202 S CHEYENNE AVE SUIT TULSA, OK 74103.4346	E 1000	3b. Phone Ph: 432-	No. (include area code) 620-1909		10. Field and Pool, or CHOSA DRAW		
4. Location of Well (Footage, Sec., T	., R., M., or Survey Descriptio	n)			11. County or Parish,	and State	
Sec 6 T25S R26E NENW 200	FNL 1700FWL		•		EDDY COUNTY	Y, NM	
12. CHECK APPI	ROPRIATE BOX(ES) T	O INDICA	TE NATURE OF N	NOTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION			ТҮРЕ О	ACTION			
■ Notice of Intent	☐ Acidize		eepen	Product	ion (Start/Resume)	■ Water Shut-Off	
<del>-</del>	☐ Alter Casing	o F	racture Treat	□ Reclam	ation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair		ew Construction	🛭 Recomj	olete	Other	
☐ Final Abandonment Notice	Change Plans	. 🗖 P	lug and Abandon	□ Tempor	arily Abandon	,	
	☐ Convert to Injection	n 🗆 P	lug Back	□ Water I	Disposal		
13. Describe Proposed or Completed Op If the proposal is to deepen direction. Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for formal.	ally or recomplete horizontally rk will be performed or provid l operations. If the operation re pandonment Notices shall be f	y, give subsurfa le the Bond No esults in a mul	ice locations and measu on file with BLM/BIA tiple completion or reco	red and true vo	ertical depths of all pertic bsequent reports shall be new interval, a Form 310	nent markers and zones. e filed within 30 days 60-4 shall be filed once	
Cimarex Respectfully request Cisco Canyon and Wolfcamp the Cisco Canyon and Wolfca approval.	formations. Cimarex also	o proposes t	o downhole comm	ingle produc	ction from		
The 2016 White City Area Do Commingling. The field study	wnhole Commingling Fie was submitted and appr	eld Study incoved by the	luded the reference BLM on 7/6/16.	ed well for the <b>SE</b>	E ATTACHED	FOR	
DHC with the NMOCD has be	en submitted on 9/27/16	6.				F APPROVAL	
Attachments: C102s, Recompletion and Co	mmingling Procedure, C	urrent & Pro	posed wellbore scl		,	I ALLIVOVAL	
14. I hereby certify that the foregoing is	true and correct.						_
Comm	Electronic Submission For CIMAREX EN itted to AFMSS for process	ERGY COMP	ANY OF CO. sent t	o the Carlsb	ad		
	E CRAWFORD		i e	ATORY AN			_
Signature (Electronic S	Submission)		Date 09/27/2	016			
	THIS SPACE F	OR FEDE	RAL OR STATE	OFFICE U	SE		
Approved By CHADLES NIMMED			TitleDETDOLE	LIM ENGIN	EED	Date 10/06/20	16

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Carlsbad

#### Additional data for EC transaction #352693 that would not fit on the form

#### 32. Additional remarks, continued

analysis and commingling worksheet form.

Thank you.



Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

#### **Objective**

Cimarex is seeking approval from the U.S. Bureau of Land Management (BLM) of its proposed commingling permit application and the allocation factors for the Cisco Canyon and Wolfcamp formations in the recompletion of the **Adrianne 6 Federal #1** well (API: 30-015-34319).

The proposed "allocation factors" have been estimated following BLM's approved allocation methodology in the 2016 Downhole Commingling Field Study "Cisco Canyon and Wolfcamp (Ciscamp) Commingled Allocation Assessment in White City, Eddy County, NM" (NMP0220), approved by BLM on July 6, 2016 (Appendix A). Based on this approach and the assessment of subsurface data, the recommended initial allocation factors are 78% for the Wolfcamp and 22% for the Cisco Canyon.

The support evidence for this application includes petrophysical assessment and recoverable reserves estimation for each proposed formation (Table 1) and a log section (**Appendix B**).

#### **Proposed Recompletion**

Cimarex plans to recomplete the *Adrianne 6 Federal #1* well to the Cisco Canyon and the Wolfcamp formations. This well is located within the BLM approved White City Ciscamp Field Study Area (see Exhibit 6A of the above referenced Field Study) and is currently completed in the Morrow formation. The well has produced **1,070 MMCF** of gas and has remaining gas reserves of approximately 250 MMCF (see **Appendix C**). The company plans to temporarily abandon the Morrow zone under a cast-iron bridge plug with cement on top, and will consider returning this zone to production and commingle with the new proposed Ciscamp formations in the future once these zones reach an equivalent reservoir pressure. In such case, the production allocations factors will be revised and re-submitted for approval following the approved Field Study methodology for "Handling of Existing Rate Contribution from Proven Developed Producing (PDP) Zone(s)", using Eq.1.1 and Eq. 1.2; and along with the required BLM and NMOCD documentation.

The proposed Ciscamp recompletion will be performed with a *multi-stage frac job*. The plan is to commingle Wolfcamp and Cisco Canyon streams downhole immediately after completion to allow faster flowback recovery and more efficient artificial lift. The synergy between both streams has shown to significantly improve liquid unloading in analog wells by maintaining higher and more stable critical gas velocities for a longer period. This in turn minimizes formation damage and increases reserves recovery by extending the life of the well.

A proposed recompletion and workover procedure is included in **Appendix D**.





Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

#### **Proposed Initial Production Allocation Factors**

Based on BLM's approved Allocation Methodology and Cimarex's assessment, the "Initial Allocation Factors" for the New Completion Zones in subject well are estimated as follows:

$$Wolf camp \% Alloc. Factor = \frac{WC RGIP - WC Prev. Cum Gas}{Total RGIP}$$

Cisco Canyon % Alloc. Factor = 
$$\frac{\textit{CC RGIP} - \textit{CC Prev. Cum Gas}}{\textit{Total RGIP}}$$

The Recoverable Gas in Place (RGIP) for subject well is **1,592 MMCF** from the Wolfcamp and **454 MMCF** from the Cisco Canyon, for a total of **2,046 MMCF of gas** (see Table 1). In this case, the proposed commingling intervals have never produced in this well (no prior cumulative production), therefore Remaining RGIP (RRGIP) is equal to RGIP for both formations.

The resulting proposed allocation factors are calculated as follows:

Wolfcamp % Alloc. Factor = 
$$\frac{1,592 \, MMCF}{2,046 \, MMCF}$$
 = 78%

Cisco Canyon % Alloc. Factor = 
$$\frac{454 \text{ MMCF}}{2,046 \text{ MMCF}} = 22\%$$

The RGIP for each zone is estimated using the Hydrocarbon Pore Volume (HCPV) assessment as shown in Table 1. The implemented net pay cut-offs are Average Porosity (PHI) > 10% and Average Sw < 35%. Total estimated oil reserves are 51 MBO.

Table 1: Summary of Reservoir Properties, Estimated Reserves and Resulting Allocation Factors

Proposed RC Zone(S)	Avg. Depth, ft	Est. Reservoir Pressure, psi	Net Pay, h (ft)	Avg. PHI	Avg. Sw	HCPV (1-Sw)*PHI*h	OGIP, MMCF	Est. Recovery Factor	RGIP @RF, MMCF	Zone Prod Start Date	Prev Cum Gas, MMCF	RGIP (RRGIP)	Initial Alloc Factor, % (based on RRGIP Ratio)
Wolfcamp	9,230	4,113	222	13.7%	19.1%	24.5	1,886	84%	1,592			1,592	78%
Cisco Canyon	10,135	4,917	45	15.1%	14.2%	5.8	527	86%	454		-	454	22%
Total:			267.0			30.4	2,413	85%	2,046		-	2,046	100%

In this well, the spacing for both formations is the same (320 acres), as well as, public interests: 100% working interest and 75% net royalty interest. Both formations are sweet.

Enclosed with this report are the C-107A, Downhole Commingle Worksheet, current and proposed wellbore diagrams, current gas, oil, and water analyses C-102, 3160-5.



Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

#### Appendix A: 2016 Downhole Commingling Field Study for the White City Area



#### United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Pecos District
Carlsbad Field Office
620 E. Greene
Carlsbad, New Mexico 88220-6292
www.blm.gov/nm

3180 (P0220)

July 6, 2016

Reference:

White City Area 2016 Downhole Commingling Field Study Eddy County, New Mexico

Cimarex Energy Co. of Colorado 600 N. Marienfeld Street, Suite 600 Midland, TX 79701

#### Gentlemen:

In reference to your 2016 Downhole Commingling Field Study for the White City Area; it is hereby approved, with the following conditions of approval:

- 1. All future NOI Sundries submitted to request approval to downhole commingle (DHC) the Lower Penn, Upper Penn and the Wolfcamp formation shall reference this Study and be mentioned in Exhibit 6A. A copy of this study does not need to be attached to the Sundry.
- 2. All future NOI Sundries submitted to request approval to DHC shall reference NMOCD approval order.
- All future NOI Sundries submitted to request approval to DHC shall include the BLM's DHC worksheet.
- 4. All DHC approvals are subject to like approval by NMOCD.
- 5. The BLM may require an updated evaluation of the field study be done in the future.

Please contact Edward G. Fernandez, Petroleum Engineer at 575-234-2220 if you have any questions.

Sincerely,

Cody R. Layton

Assistant Field Manager, Lands and Minerals

Enclosure

cc: NMP0220 (CFO I&E)



Production Operations – Carlsbad Region, Permian Basin

\*\*Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp)

\*\*Proposed Commingling Allocation Factors. Eddy County, NM\*\*

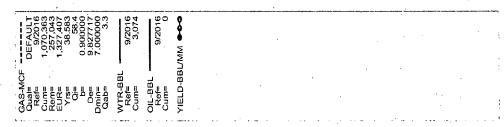
Appendix B: Log section from top of Wolfcamp to top of Strawn – ADRIANNE 6 FEDERAL #1

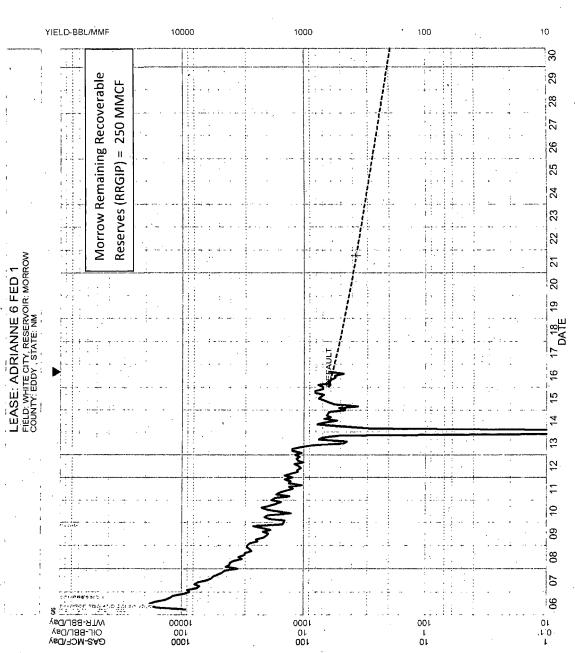
<del>*</del>	•		
ADRIANNE 6 FEDERAL #1 3/26/2006			
, 30015343190000 Resist. Porosity/PE	*		
CD ASK RS-M PE		Lon	٠
3 15 676 1 1000 63 ASH USES		Log Depth(ft) - 8300	)
>10 ohms resistivity			
	Wolfcamp	- 8350	
	•	- 8400	
		- 8450	
		- 8500	
		- 8550	
	9% porosity ded pink		
she she	ued plik	- 8600	
		- 8650	
		- 8700	
<b>美 眼</b>		- 8750	
		- 8800	
	VPHI > DPHI	- 8850	
	shaded brown		
		- 8900	
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	Wolfcamp C	- 9150	
	,	- 9200	
		- 9250	
	Malfaren D		
	Wolfcamp D	- 9300	
		- 9350	
		- 9400	
		- 9450	
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		- 10000	
	•	~ 10050	
		- 10100	
		- 10150	
		- 10200	
		- 10250	
	Strawn	- 10300	
	Charm		



Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

Appendix C: Recompletion Procedure - ADRIANNE 6 FEDERAL #1







Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

#### Appendix D: Recompletion Procedure - ADRIANNE 6 FEDERAL #1

Well Data

KB 16' above GL

TD 12,235'

PBTD 12,130'

Casing 13-3/8" 48# H-40 csg @ 215'. Cmt'd w/ 260 sx, cmt circ.

9-5/8" 40# J-55 csg @ 1,915'. Cmt'd w/ 735 sx, cmt circ.

5-1/2" 17# P-110 @ 12,235'. Cmtd w/ 1,060 sx. 1st stage TOC 7,920' by CBL

dated 3/2/2006. DV Tool @ 7,290' cmt'd w/ 980 sx, cmt circ.

Tubing 2-3/8" 4.7# L-80 8rd @ 11,250' (363 jts)

Prod. Perfs Morrow (11,306' – 11,955')

Proposed Perfs Wolfcamp (8,446' – 9,954') & Cisco Canyon (10,090' – 10,303')

#### **Procedure**

Notify BLM 24 hours prior to start of workover operations.

- 1. Test anchors prior to MIRU PU.
- 2. MIRU PU, rental flare, and choke manifold.
- 3. Kill well with produced water if available or FW as necessary.
- 4. ND WH, NU 5K BOP
- 5. Release 5-1/2" x 2-3/8" Versa-set packer at 11,250' and TOOH w/ packer on 2-3/8" 4.7# L-80 tbg. Lay down tubing while TOOH.
- 6. RU Wireline and 5k short lubricator
- 7. RIH w/ gauge ring/junk basket to +/- 11,286'
- 8. RIH w/ 5-1/2" CIBP and set at +/- 11,256'
- 9. RIH w/ bailer and bail-35" of cement on top of CIBP set at +/- 11,256'
- 10. RDMO Wireline and 5k short lubricator
- 11. RU pump truck
- 12. Pressure test 5-1/2" 17# P-110 casing to 8,500 psi (Max treating pressure, 80% of burst) for 30 minutes on a chart with no more than 10% leak off. **Note: Well has a 10k wellhead**
- 13. RD pump truck.
- 14. ND BOP, RU two 10k frac valves and flow cross, RDMO Pulling unit
- 15. MIRU water transfer with frac tanks to contain water to be pumped from frac pond
- 16. Test frac valves and flow cross prior to frac job. Arrange for these items, manlift, forklift, and Pace testers to be on location the day before the frac job to test so that we do not have the frac waiting on a successful test the following day.

## CIMAREX

#### **CONFIDENTIAL. September 21, 2016**

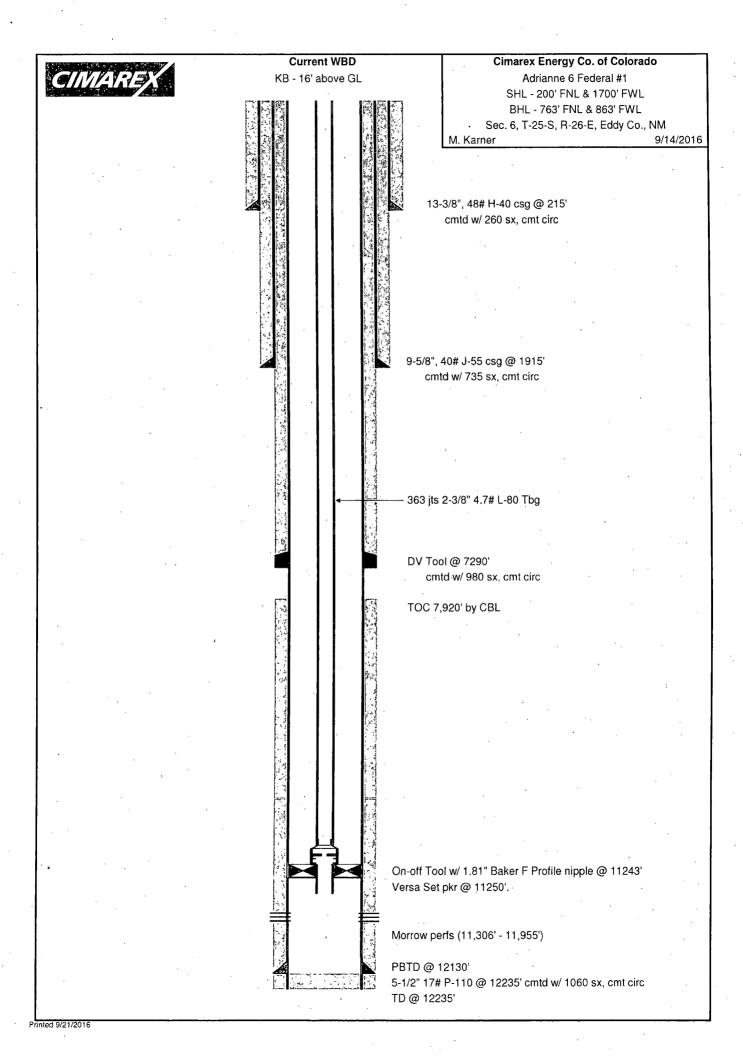
Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

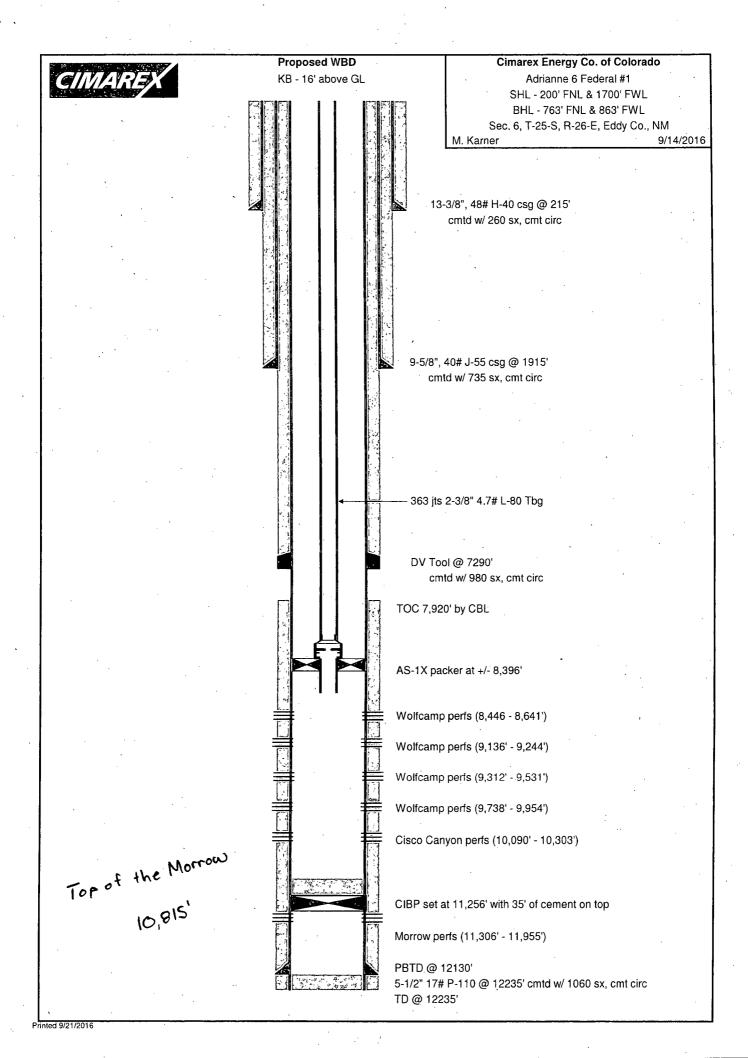
- 17. RU frac valves, flow cross, goat head, and wireline lubricator.
- 18. RIH w/ gauge ring/junk basket for 5-1/2" 17# P-110 csg to +/- 10,333'
- 19. Perforate stage one proposed perforations Cisco Canyon from 10,090′ 10,303′. Correlate to Dual Spaced Neutron Spectral Gamma Ray log dated 2/4/2006.
- 20. RU frac and flowback equipment.
- 21. Acidize and frac stage 1 Cisco Canyon perfs down casing.
- 22. Set 10k flow through composite plug at 10,075'
- 23. Test to 8,500 psi
- 24. Perforate stage two proposed perforations Wolfcamp from 9,738′ 9,954′. Correlate to Dual Spaced Neutron Spectral Gamma Ray log dated 2/4/2006.
- 25. Acidize and frac stage 2 Wolfcamp perfs down casing.
- 26. Set 10k flow through composite plug at 9,723'
- 27. Test to 8,500 psi
- 28. Perforate stage three proposed perforations Wolfcamp from 9,312′ 9,531′. Correlate to Dual Spaced Neutron Spectral Gamma Ray log dated 2/4/2006.
- 29. Acidize and frac stage 3 Wolfcamp perfs down casing.
- 30. Set 10k flow through composite plug at 9,297'
- 31. Test to 8,500 psi
- 32. Perforate stage four proposed perforations Wolfcamp from 9,136′ 9,244′. Correlate to Dual Spaced Neutron Spectral Gamma Ray log dated 2/4/2006.
- 33. Acidize and frac stage 4 Wolfcamp perfs down casing.
- 34. Set 10k flow through composite plug at 9,121'.
- 35. Test to 8,500 psi
- 36. Perforate stage five proposed perforations Wolfcamp from 8,446' 8,641'. Correlate to Dual Spaced Neutron Spectral Gamma Ray log dated 2/4/2006.
- 37. Acidize and frac stage 5 Wolfcamp perfs down casing.
- 38. RD frac
- 39. MIRU 2" coiled tbg unit.
- 40. RIH w/ tri cone bit & downhole motor on 2" CT and drill out sand and composite plugs using freshwater for circulation. Pump sweeps each time a plug is tagged, each time a plug is drilled out, and every 60 bbls pumped.
- 41. Clean out to PBTD 11,221'
- 42. POOH w/ tri cone bit, motor & CT
- 43. RDMO coiled tbg unit:
- 44. Flow back well for 24 hours, then SI well overnight.
- 45. RU wireline and lubricator.
- 46. RIH w/ GR/JB for 5-1/2" 17# P-110 to +/- 8,426'
- 47. RIH w/ 2-3/8" WEG, 2-3/8" pump out plug pinned for 1,500 2,000 psi differential pressure, 10' 2-3/8" 4.7# L-80 tbg sub w/ 1.875" XN profile nipple, 5-1/2" Arrowset 1X packer and on-off tool stinger w/ 1.875" X profile nipple. Set packer +/- 8,396'. From downhole up:
  - a. 2-3/8" WEG



Production Operations – Carlsbad Region, Permian Basin Adrianne 6 Federal #1 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

- b. 2-3/8" pump out plug pinned for 1,500 2,000 psi differential pressure
- c. 1.875" XN profile nipple w/ blanking plug
- d. 10' 2-3/8" 4.7# L-80 tbg sub
- e. 5-1/2" x 2-3/8" Arrowset 1X packer and on-off tool stinger w/ 1.875" X profile nipple
- 48. RD WL and lubricator.
- 49. ND goat head and frac valve, NU BOP, MIRU Pulling Unit
- 50. TIH w/ on/off tool overshot, GLVs, and 2-3/8" 4.7# L-80 tbg.
- 51. Latch overshot onto on-off tool and space out tubing
- 52. ND BOP, NU WH
- 53. RDMO pulling unit
- 54. RU pump truck and pump out plug. Put well on production.
- 55. Run Production Log for allocation purposes after recovering load. Run additional production logs if actual production varies significantly from expected performance. Send copies of these logs to BLM and file for an adjustment of allocation factor if necessary.







#### www.permianls.com

#### 575.397.3713 2609 W Marland Hobbs NM 88240

For:

Cimarex Energy

Attention: Mark Cummings

600 N. Marienfeld, Suite 600

Midland, Texas 79701

Sample:

Sta. # 309588185

Identification: Wigeon 23 Fed Com 1

Company:

Cimarex Energy

Lease: Plant:

Sample Data:

Date Sampled

7/30/2013 12:25 PM

Analysis Date Pressure-PSIA 7/31/2013

900

Sampled by:

Taylor Ridings

Sample Temp F Atmos Temp F

107 85 Analysis by:

Vicki McDaniel

H2S =

0.3 PPM

#### Component Analysis

	•	Mol Percent	GPM
Hydrogen Sulfide	H2S		
Nitrogen	N2	0.677	
Carbon Dioxide	CO2	0.123	•
Methane	C1	82.764	
Ethane	C2	9.506	2.536
Propane	C3	3.772	1.037
I-Butane	IC4	0.640	0.209
N-Butane	NC4	1.185	0.373
I-Pentane	IC5	0.335	0.122
N-Pentane	NC5	0.374	0.135
Hexanes Plus	C6+	<u>0.624</u>	0.270
· .		100.000	4.681
			•
REAL BTU/CU.FT.		Specific Gravity	
At 14.65 DRY	1219.2	Calculated	0.6973
At 14.65 WET	1197.9	e e e e e e e e e e e e e e e e e e e	,
At 14.696 DRY	1223.0		
At 14.696 WET	1202.1	Molecular Weight	20.1966
At 14.73 DRY	1225.8	•	
At 14.73 Wet	1204.6	•	

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121

Lab Team Leader - Sheila Hernandez (432) 495-7240

#### OIL ANALYSIS

Sales RDT: 44212 Company: CIMAREX ENERGY WAYNE PETERSON (575) 910-9389 PERMIAN BASIN Region: Account Manager: CARLSBAD, NM 3208 Area: Analysis ID #: WIGEON '23' FEDERAL 437122 Lease/Platform: Sample #: SHEILA HERNANDEZ Entity (or well #): Analyst: Formation: WOLFCAMP Analysis Date: 5/30/08 \$100.00 Sample Point: FRAC TANK 234 Analysis Cost: Sample Date: 5/13/08

Cloud Point: <a href="#"><68</a> F

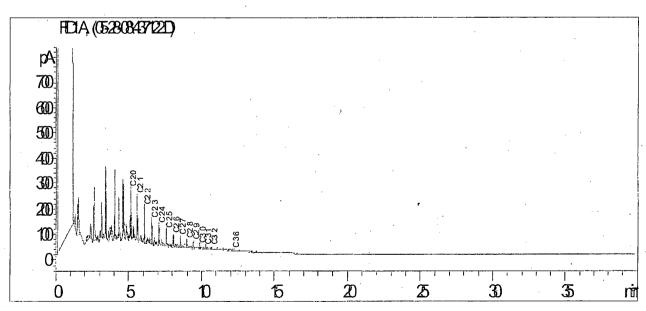
Weight Percent Paraffin (by GC)\*: 1.49%

Weight Percent Asphaltenes: 0.03%

Weight Percent Oily Constituents: 98.41%

Weight Percent Inorganic Solids: 0.07%

<sup>\*</sup>Weight percent paraffin and peak carbon number includes only n-alkanes (straight chain hydrocarbons) greater than or equal to C20H42.



North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Sheila Hernandez (432) 495-7240

## Water Analysis Report by Baker Petrolite

CIMAREX ENERGY Company:

Sales RDT:

Region:

PERMIAN BASIN

Account Manager: WAYNE PETERSON (505) 910-9389

Area:

CARLSBAD, NM

Sample #:

43887

Lease/Platform:

WIGEON UNIT

Analysis ID #:

82014

Entity (or well #):

23 FEDERAL 1

Analysis Cost:

\$80.00

Formation:

UNKNOWN

Sample Point:

SEPARATOR

Summary		A	nalysis of Sa	mple 43887 @ 75 °	F	
Sampling Date: 05/14/0	8 Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date: 05/15/0 Analyst: WAYNE PETERSO	Cilioride:	55040.0	1552.48	Sodium:	32207.4	1400.94
Analyst. WATNEFETENSON	Bicarbonate:	329.4	5.4	Magnesium:	268.0	22.05
<b>TDS (mg/l or g/m3):</b> 90873.	Carbonate:	0.0	0.	Calcium:	2780.0	138.72
Density (g/cm3, tonne/m3): 1.06	Sulfate:	225.0	4.68	Strontium:	•	
, , ,	Phosphate:			Barium:		
Anion/Cation Ratio:	Borate:			Iron:	23.5	0.85
•	Silicate:			Potassium:		
				Aluminum:		
Carbon Dioxide: 150 PPM	Hydrogen Sulfide:		0 PPM	Chromium:		
Oxygen:	pH at time of sampling:		7.31	Copper:		
Comments:	1		. 7.31	Lead:		
	pH at time of analysis:			Manganese:		
TEST RAN IN THE FIELD	pH used in Calculation	:	7.31	Nickel:	•	

Cond	itions		Values C	alculated	at the Give	n Conditi	ons - Amo	ur	its of Sc	ale in lb/10	00 bbl		
Temp	Gauge Press.		alcite CaCO <sub>3</sub>		sum 04 <sup>2</sup> H <sub>2</sub> 0	Anhydrite CaSO <sub>4</sub>		Celestite SrSO <sub>4</sub>		Barite BaSO <sub>4</sub>		CO <sub>2</sub> Press	
°F	psi	Index	Amount	Index	Amount	Index	Amount		Index	Amount	Index	Amount	psi
80	0	0.94	27.24	-1.11	0.00	-1.14	0.00		0.00	0.00	0.00	0.00	0.13
100	0	0.97	31.09	-1.16	0.00	-1.12	0.00	ţ	0.00	0.00	0.00	0.00	0.19
120	0	0.99	35.26	-1.20	0.00	-1.08	0.00	1	0.00	0.00	0.00	0.00	0.28
140	0	1.02	39.74	-1.23	0.00	-1.02	0.00		0.00	0.00	0.00	0.00	0.38

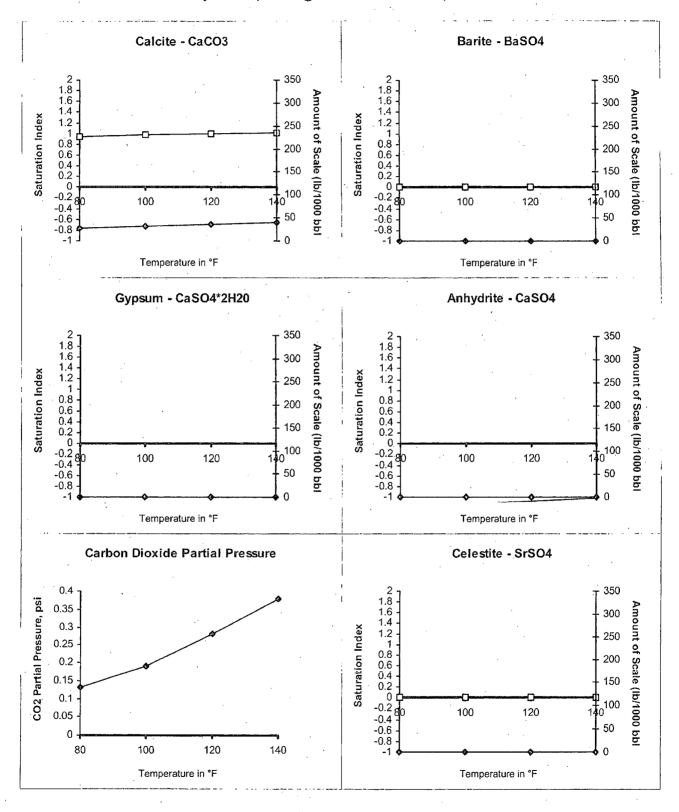
Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

#### Scale Predictions from Baker Petrolite

Analysis of Sample 43887 @ 75 °F for CIMAREX ENERGY, 05/15/08





### www.permianls.com

#### 575.397.3713 2609 W Marland Hobbs NM 88240

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Cimarex Energy

Attention: Mark Cummings

600 N. Marienfeld, Suite 600

Midland, Texas 79701

Sample:

Sta. # 309588438

Identification: Taos Fed. #3 Sales -Cimarex Energy

Company: Lease:

Plant:

Sample Data.

Date Sampled -

7/2/2014 10:30 AM

Analysis Date Pressure-PSIA 7/9/2014

83

Sampled by: K. Hooten

Sample Temp F

76.4

Analysis by:

Vicki McDaniel

Atmos Temp F

76

H2S =

#### Component Analysis

•	•	Mol .	GPM
	•	Percent	
Hydrogen Sulfide	H2S		
Nitrogen	N2	0.618	
Carbon Dioxide	CO2	0.172	
Methane	C1	88.390	
Ethane	C2	7.080	1.889
Propane	C3	1.966 ,	0.540
I-Butane	IC4	0.355	0.116
N-Butane	NC4	0.569	0.179
I-Pentane	IC5	0.198	0.072
N-Pentane	NC5	0.213	0.077
Hexanes Plus	C6+ .	<u>0.439</u>	0.190
•			
		100.000	3.063
REAL BTU/CU.FT.	•	Specific Gravity	
At 14.65 DRY	1136.2	Calculated	0.6445
At 14.65 WET	1116.4		
At 14.696 DRY	1139.7		
At 14.696 WET	1120.3	Molecular Weight	18.6673
At 14.73 DRY	1142.4		
At 14.73 Wet	1122.6		

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121

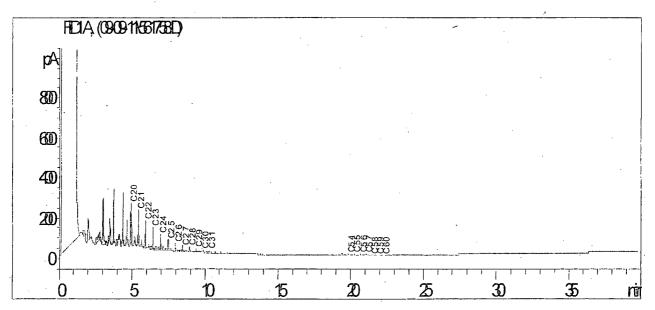
Lab Team Leader - Sheila Hernandez (432) 495-7240

#### **OIL ANALYSIS**

Company: .	CIMAREX ENERGY	Sales RDT:	33521
Region:	PERMIAN BASIN	Account Manager:	STEVE HOLLINGER (575) 910-9393
Area:	LOCO HILLS, NM	Analysis ID #:	5419
Lease/Platform:	TAOS FEDERAL LEASE	Sample #:	561758
Entity (or well #):	3	Analyst:	SHEILA HERNANDEZ
Formation:	UNKNOWN	Analysis Date:	09/13/11
Sample Point:	TANK	Analysis Cost:	\$125.00
Sample Date:	08/24/11	•	

Cloud Point: 89 ° F
Weight Percent Paraffin (by GC)\*: 1.03%
Weight Percent Asphaltenes: 0.01%
Weight Percent Oily Constituents: 98.93%
Weight Percent Inorganic Solids: 0.03%

<sup>\*</sup>Weight percent paraffin and peak carbon number includes only n-alkanes (straight chain hydrocarbons) greater than or equal to C20H42.



North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Sheila Hernandez (432) 495-7240

## Water Analysis Report by Baker Petrolite

CIMAREX ENERGY Sales RDT: Company: Account Manager: STEVE HOLLINGER (575) 910-9393 PERMIAN BASIN Region: CARLSBAD, NM Sample #: 535681 Area: Lease/Platform: TAOS FEDERAL LEASE Analysis ID #: 113272 Entity (or well #): Analysis Cost: \$90.00 Formation: UNKNOWN

Sample Point:

**SEPARATOR** 

Summary		Analysis of Sample 535681 @ 75 F							
Sampling Date: 09/28	/11 Anions	mg/l	meq/l	Cations	mg/l	meq/l			
Analysis Date: 10/13	/11 Chloride:	52535.0	1481.82	Sodium:	28338.7	1232.66			
Analyst: SANDRA GON	EZ Bicarbonate:	146.0	2.39	Magnesium:	417.0	34.3			
<b>TD0 (                                   </b>	Carbonate:	0.0	0.	Calcium:	3573.0	178.29			
TDS (mg/l or g/m3): 8683	Sulfate:	83.0	1.73	Strontium:	1472.0	33.6			
	Phosphate:			Barium:	22.0	0.32			
Anion/Cation Ratio:	Borate:			Iron:	34.0	1.23			
	Silicate:			Potassium:	215.0	5.5			
	,		,	Aluminum:					
Carbon Dioxide: 150 PPN	Hydrogen Sulfide:		0 PPM	Chromium:		•			
Oxygen:	pH at time of sampling		6	Copper:		· 🔨			
Comments:			١	Lead:					
	pH at time of analysis:			Manganese:	1.000	0.04			
RESISTIVITY 0.083 OHM-M @ 759	pH used in Calculation	pH used in Calculation:		Nickel:					
	1								

Condi	itions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl												
Gauge Temp Press.		0-00		,,	Gypsum CaSO <sub>4</sub> *2H <sub>2</sub> 0		Anhydrite CaSO <sub>4</sub>		Celestite SrSO <sub>4</sub>		rite aSO <sub>4</sub>	CO <sub>2</sub> Press			
F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	ı psi			
80	. 0	-0.61	0.00	-1.46	0.00	-1.49	0.00	-0.05	0.00	1.22	11.59	1.14			
100	0	-0.51	0.00	-1.51	0.00	-1.47	0.00	-0.07	0.00	1.04	10.94	1.44			
120	0	-0.40	0.00	-1.54	0.00	-1.43	0.00	-0.07	0.00	0.89	10.30	1.76			
140	0	-0.28	0.00	-1.57	0.00	-1.36	0.00	-0.06	0.00	0.75	9.66	2.07			

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

# . Downhole Commingling Worksheet

Operator: Lease/Well Name/API Number/Location:	Cimarex Energy Co Of Colorado Adrianne 6 Fed 1/30-015-34319/Sec. 6, T25S, R26E	/Sec. 6, T25S, R26E	
Date:			
Data	Rottom Eormation	noter Formation	Estimated Combined
	Potroni Collination	TOTAL TOTAL	-
Pool name	White City: Penn (Gas)	Sage Draw; Wolfcamp, East (Gas)	
Pool Code	87780	06890	
State Form C-102 with dedicated Acres Provided	320 acres	320 acres	640 acres
Formation Name	Cisco Canvon	Wolfcamp	Ciscamp
Ton and Rottom of Pay Sention (Bartwared or some Unit (become)	100000	0 445 0 0541	100001 3000
Method of production	10,030 - 10,503	Flering	Clouded Clouded
Bottom Hole Pressure	Mithin 150% of the	TAGE CO. 26 ACT TO THE STATE OF	Within 150% of top parf
Recentation Drive mechanism	vylatifit 150% of top peri	With Lack of top peri	Car Dates
	Gas Drive	anio ses	Sas Office
	Oil: 53.5° API Gas: 1142.4 BTU dry / 1122.6 BTU wet @ 14.73	OII: 51.8" API Gas: 1225.8   BTU dry / 1204.6 BTU wet	911: 52.2" API Gas: 1207.5 BTU dry / 1186.6 BTU wet
Oil gravity and/or BTU	įsd	@ 14.73 psi	@ 14.7 psi
Average Sulfur Content (Wt %)	0	0	O
Oil sample Analysis provided	Yes	Yes	
Gas Analysis provided	Yes	Yes	
Produce Water Analysis provided	Yes	Yes	
H2S present	ON.	No	No
Producing, Shut-In or New Zone	New Zone	New Zone	
Date and Oil/Gas/Water rates of Last Production (new zones or no production history Operator shall	Date: N/	Date: N/A Expected Rate: 43 BOPD, 1,439 MCFD, 343	Date: N/A Expected Rate: 55 BOPD, 1845 MCFD, 440
attached production estimated and supporting data)		BWPD	
Average decline - % ( provide back up data)	7% (terminal)	7% (terminal)	7% (teterminal)
Fixed Allocation Percentage	OII: 22% Gas: 22%	Oil: 78% Gas: 78%	OII: 100% Gas: 100%
Remarks:	Production history for analogs for both zones provided in field study appendix.	or both zones provided in fiel	d study appendix.
11			
Operator Signature MN KM ( ) Out of a l			
Date: 9/27/2016 O			
Attached Summative decimants		`.	-
Attached Supporting documents	,		
State Form C-102 with dedicated Acres Provided			
Oil sainiple Atlatysis provided (Must be current) Gas Apalysis provided (Must be current)			•
Gos ministral provided (minat be durielly) Profitte Water Analysis provided (Mitst be durant)			
Any additional cumorting data (Le office) well and decline and decline among the L		•	
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סיייר אינים יוכים מען יפיי			

## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

#### Permanent Abandonment of Production Zone Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

- 1. Plug back operations shall commence within <u>ninety (90)</u> days from this approval. If you are unable to plug back the well by the 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged back. Failure to do so will result in enforcement action.
- 2. <u>Notification</u>: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. For wells in Eddy County, call 575-361-2822. For wells in Lea County, call 575-393-3612
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. Before pumping cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either **Neat Class "C"**, for up to 7,500 feet of depth or **Neat Class "H"**, for deeper than 7,500 feet plugs.

- 6. <u>Subsequent Plug back Reporting</u>: Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date work was completed</u>. If plugging back to a new zone submit a Completion Report, form 3160-4 with the Subsequent Report.
- 7. <u>Trash</u>: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.