Form 3160 % (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMLC062085

SUNDRY NOTICES AND REPORTS ON WELLS

| Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. | | | | | 6. If Indian, Allottee or Tribe Name | | |
|--|--|---|---|--|--|---|---|
| SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | | 7. If Unit or CA/Agree | ment, Name and/or No. | _ |
| 1. Type of Well ☐ Gas Well ☐ Other | | | | | 8. Well Name and No. WEST SHUGART 31 FEDERAL 3H | | |
| 2. Name of Operator Contact: HOPE KNAULS CIMAREX ENERGY COMPANY E-Mail: hknauls@cimarex.com | | | | | 9. API Well No. 30-015-37350 | | |
| 3a. Address 202 S. CHEYENNE AVE. TULSA, OK 74103 | . (include area code 5-1100 |) | 10. Field and Pool, or Exploratory HACKBERRY | | | | |
| 4. Location of Well (Footage, Sec., T Sec 31 T20S R31E 1980FSL | | | 11. County or Parish, and State EDDY COUNTY, NM | | | | |
| 12. CHECK APPR | ROPRIATE BOX(ES) TO |) INDICATE | NATURE OF | NOTICE, RE | PORT, OR OTHER | R DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| ☑ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice | ☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection | □ Nev | cture Treat v Construction g and Abandon | ☐ Reclama | lete arily Abandon | ☐ Water Shut-Off ☐ Well Integrity ☐ Other | |
| 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 f Cimarex Energy Co. respectful Name of formation: 2nd Bone BWPD: 40 bls Water Stored:(2) 500 bbl fiber Water is piped Disposal Facility Information: Facility Operator name: Mesq Facility well name: Big Eddy S | rk will be performed or provide loperations. If the operation repandonment Notices shall be file in all inspection.) Spring glass tank uite SWD | the Bond No. o sults in a multiple donly after all water disposado for record for the following substitution of the following | n file with BLM/BI le completion or re- requirements, inclu | A. Required sub completion in a riding reclamation SEE ATTACH IDITIONS OF | sequent reports shall be ew interval, a Form 316 in, have been completed, start APPROVAL | filed within 30 days 0-4 shall be filed once and the operator has | |
| Sec. 3-20S-31E 660 FSL & 660 FEL | EIVED | | James A. AMOS SUPERVISOR-EPS | | | | |
| 14. I hereby certify that the foregoing is Name (Printed/Typed) HOPE KN | Electronic Submission #: For CIMAREX I Committed to AFMSS for p | ENERGY COM | PANY, sent to to DEBORAH MC | he Carlsbad | 27/2016 () | | |
| Signature (Electronic S | Date 09/21/ | 2016 | | · | | | |
| | THIS SPACE FO | OR FEDERA | AL OR STATE | OFFICE US | SE . | | |
| Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conduction of the con | Title & | . P. S. /(| (18 | Date 12/19/1 | 14 | | |
| mich would child the applicant to condi- | or operations increon. | | 1 Office O | <u>' </u> | | | = |

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.

Additional data for EC transaction #351987 that would not fit on the form

32. Additional remarks, continued

30-015-05819 SWD-1186

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
 - 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
 - 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
 - 8. Disposal at any other site will require prior approval.
 - 9. Subject to like approval by NMOCD.

7/10/14