Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. C.DNMNM97126

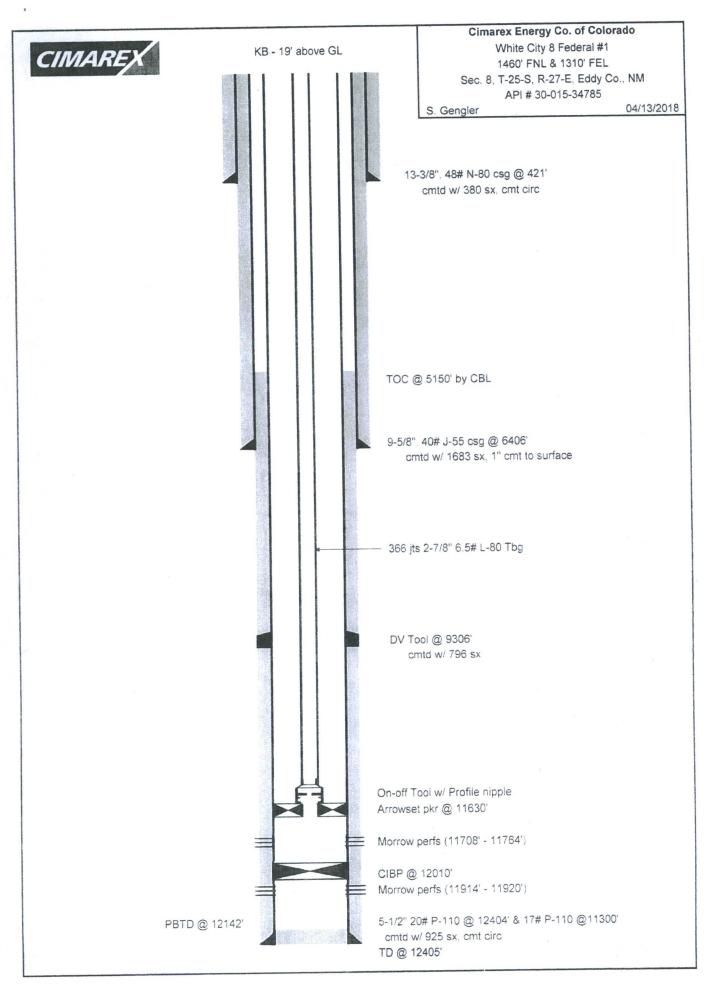
UNITED STATES	OCD AI		
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	YAM	077	018
SUNDRY NOTICES AND REPORTS ON WELLS not use this form for proposals to drill or to re-enter		ART	

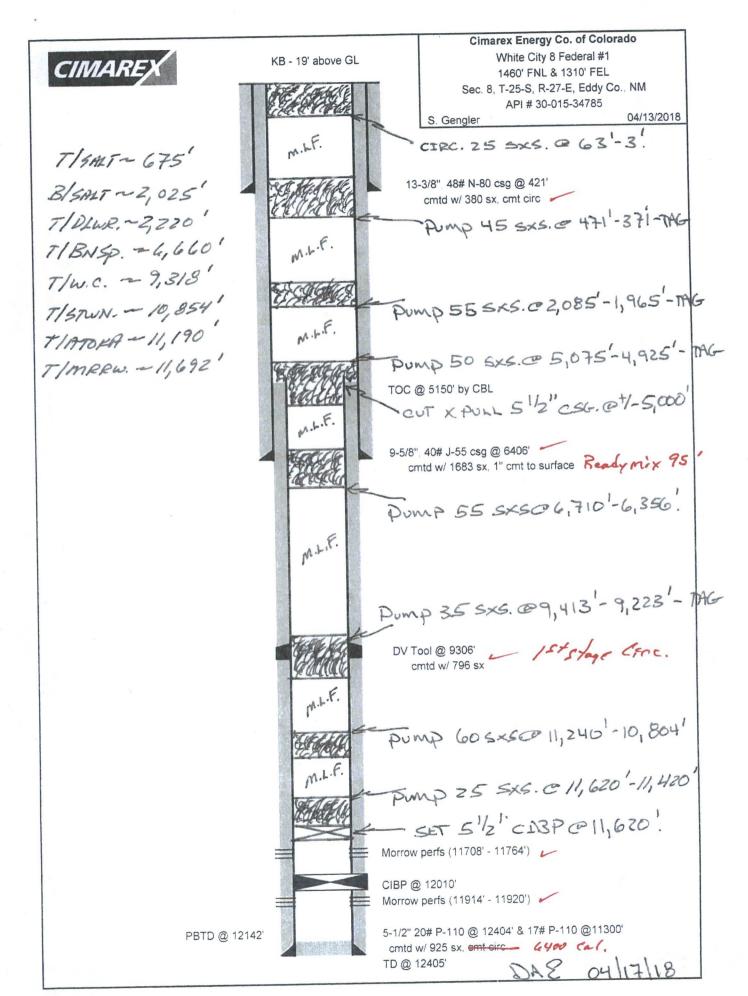
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.			ARTESIA	6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well					8. Well Name and No. WHITE CITY 8 FEDERAL 1		
☐ Oil Well ☑ Gas Well ☐ Other							
2. Name of Operator Contact: DAVID A EYLER CIMAREX ENERGY COMPANY OF CO-Mail: DEYLER@MILAGRO-RES.COM					9. API Well No. 30-015-34785-00-S1		
3a. Address 202 S CHEYENNE AVE SUIT TULSA, OK 74103.4346	include area code) 3033		10. Field and Pool or Exploratory Area HACKBERRY DRAW MORROW, NOR1				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 8 T25S R27E SENE 1460FNL 1310FEL					EDDY COUNTY, NM		
12. CHECK THE AF	PROPRIATE BOX(ES) T	O INDICAT	E NATURE OF	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION			TYPE OF	ACTION			
	☐ Acidize ☐ Deep		pen Produ		on (Start/Resume)	■ Water Shut-Off	
Notice of Intent	☐ Alter Casing	- ** 1 1' T		☐ Reclamation		■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	□ New	New Construction Rec		lete	Other	
☐ Final Abandonment Notice			☐ Tempora	emporarily Abandon			
	☐ Convert to Injection ☐ Plu		Back Water		Disposal		
determined that the site is ready for formal formal formal for the site is ready for formal f	0'; PUMP 25 SXS.CMT. @ ,240'-10,804' (T/ATOKA, 1 413'-9,223'(T/W.C.,5-1/2"E 710'-6,356'(T/B.S.,9-5/8"C @ +/-5,000'. 075'-4,925'(5-1/2"CSG.ST 085'-1,965'(B/SALT); WOO 11'-371'(13-3/8"CSG.SHOE 5 SXS.CMT. @ 63'-3'. ELLHEAD 3' B.G.L.; WELD	SG.SHOE); V UB); WOC X C X TAG CMT E); WOC X TA ON STEEL F	VOC X TAG CM TAG CMT. PLU . PLUG PLUG PLUG. PLATE TO CSG	G. TSJF S. X INSTAI	Try 725- Regular LL GROUND LEVE	LDRY	
		Accepte	d for record -	NMOCD			
	For CIMAREX ENE For CMAREX ENE Committed to AFMSS for pro	RCY COMPAN	IY OF CO. sent t	to the Carisb 04/20/2018 (1	ad		
Name (Printed/Typed) DAVID A	ETLEN		7,02,11				
Signature (Electronic	Submission)		Date 04/18/2	2018			
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	SE		
Approved By	Q. Com		Title S	ups.	ACT	4.28-18 Date	
onditions of approval, if any, are attached. Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease hich would entitle the applicant to conduct operations thereon. Office Carlsbad Office Office						P.4. 11.5-1	
Title 18 U.S.O. Section 1001 and Title 4 States any false, fictitious or fraudulen	3 U.S.C. Section 1212, make it at statements or representations as	crime for any pe to any matter w	rson knowingly and ithin its jurisdiction	d willfully to m	nake to any department of	or agency of the United	

Additional data for EC transaction #412075 that would not fit on the form

32. Additional remarks, continued

THE REQUIRED DISPOSAL, PER OCD RULE 19.15.17.





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

Permanent Abandonment of Federal Wells 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. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; 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. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing 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. Dry Hole Marker: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging 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. **Show date well was plugged.**
- 8. <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.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.