Form 3160-5 (June 2015)

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

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

5.	Lease Serial No.	
	NMLC065347	

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter and the substitution of the such proposals.  SURMIT IN TRIPLICATE. Other instructions on page 2.								
Do not use this abandoned well	s form for proposals to I. Use form 3160-3 (APL	drill or to re-e D) for such pr	oposals.	Hiel	6. If Indian, Allottee	or Tribe N	ame	
SUBMIT IN T	RIPLICATE - Other inst	ructions on p	age 2	AIL	Init or CA/Agr	reement, Na	me and/or No.	
Type of Well     Oil Well	er				8. Well Name and No WHITE CITY PE	o. ENN 28 G <i>A</i>	AS COM UNT 4	
Name of Operator     CIMAREX ENERGY CO OF C	Contact:	AWFORD		9. API Well No. 30-015-33862				
3a. Address 202 S. CHEYENNE AVE STE TULSA, OK 74103		10. Field and Pool o WC-015 G-04	<ol> <li>Field and Pool or Exploratory Area WC-015 G-04 S262625B</li> </ol>					
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description,	)			11. County or Parish	, State		
Sec 28 T24S R26E 1980FSL	1500FWL				EDD COUNTY	Y, NM		
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICAT	E NATURE OF	F NOTICE,	REPORT, OR O	THER DA	ATA	
TYPE OF SUBMISSION			TYPE OF	ACTION				
Notice of Intent	☐ Acidize	□ Deep	en	☐ Product	tion (Start/Resume)	□ W	ater Shut-Off	
	☐ Alter Casing	☐ Hydr	aulic Fracturing	☐ Reclam	ation		ell Integrity	
☐ Subsequent Report	□ Casing Repair	■ New	Construction	Recomp	plete	Ot	her	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug	and Abandon	☐ Tempor	rarily Abandon			
	☐ Convert to Injection	☐ Plug		☐ Water I				
13. Describe Proposed or Completed Op- If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for f  Cimarex Energy Co of Colorar the White City Penn 28 GCU	ally or recomplete horizontally, it will be performed or provide operations. If the operation re bandonment Notices must be fil final inspection.	give subsurface I the Bond No. on sults in a multiple led only after all r	ocations and measurable with BLM/BIA completion or reconcurrents, included omplete and do	red and true vo. Required su mpletion in a ing reclamatio	erfical depths of all per ibsequent reports must new interval, a Form 3 on, have been complete	be filed wit 160-4 must d and the o	hin 30 days be filed once	
and Purple Sage (Wolfcamp) Bone Spring formation will be current sundry approved on 3.	pool (wolfcamp) Formation isolated with an expanda	on as indicated	on the attached	procedure	. The	W	AY 2 3 2018	
The 2016 White City Are Dow commingling. The Field study	nhole comminging field s was approved on 7/16/10	tudy included of the state of t	the referenced v	vell for	4-18 MOCD	DISTRIC	T II-ARTESIA O.	
NMOCD DHC permit: DHC-48	305		Accepted	106 Lecon	8 - 111120-0-			
attachments: C102s, Procedu	re, current and proposed	Wellbore diag	rams, oil gas &	water analy	sis and			
14. I hereby certify that the foregoing is	s true and correct. Electronic Submission # For CIMAREX ENE Committed to AFMSS for	RGY CO OF CL	JLORADO, sent	to the Caris	bad			
Name (Printed/Typed) AMITHY I	Title REGUL	ATORY AN	IALYST					
Signature (Electronic	Submission)	Date 05/30/2	017	-				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE								
/s/ Jonathon Shepard PETROLEUM ENGINEER 65/16/20/								
	,		Title	1119 222 49 17	S MOST & SATE S A LOSS DOS S C.		05/16/2018 Date	
Conditions of approval, if any, are attached certify that the applicant holds legal or equal to the certify that the applicant holds legal or equal to the certify that the applicant holds legal or equal to the certification of the certifica	Approved By  Conditions 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 which would entitle the applicant to conduct operations thereon.							
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	itle 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.							



CIMAREX

Production Operations – Carlsbad Region, Permian Basin White City Penn 28 GCU 3 #4 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

# Appendix D: Recompletion Procedure - White City Penn 28 Gas Com Unit 3 #4

#### Well Data

KB

21'

TD

11,900'

PBTD

6,982'

Casing

13-3/8" 54.5# J-55 @ 350'. Cmt'd w/ 350 sx, cmt circ

9-5/8" 40# NS-110HC @ 1,600'. Cmt'd w/ 700 sx, cmt circ

5-1/2" 17# P-110 @ 11,900'. Cmtd w/ 2,725 sx. DV @ 7,083'. TOC @ 2,750' by

**CBL** 

**Tubing** 

2-3/8" 4.7# L-80 8rd, EOT @ 6,954'

Rods

3/4" Weatherford HD Steel rods and 225' of 1.5" Flexbar C

Pump

2" x 1.5" x 30' RHBC (HVR) Frac Pump

Proposed RC Perfs

Wolfcamp (8,349' – 9,679') & Cisco Canyon (9,680' – 9,889')

#### **Procedure**

### Notify BLM 24 hours prior to start of workover operations.

- Test anchors prior to moving in rig.
- 2. Move in rig up pulling unit.
- 3. Kill well as necessary with 7% KCl.
- 4. Nipple down wellhead, nipple up 5,000 psi blow out preventer stack.
- 5. TOOH w/ rods, pump, and 2-3/8" 4.7# L-80 tbg. Stand back tbg. Scan tubing during TOOH.
- 6. Drill out cement plugs from 7,135' 6,982' and from 8,405' 8,215'
- 7. TIH w/ Enventure expandable liner and set liner from 6,522′ 6,993′
- 8. RU Pump truck and pressure test casing to 8,500 psi on a chart for 30 minutes with no more than 10% leak off.
- 9. ND 5k BOP, RDMO PU
- 10. RU two 10k frac valves and flow cross
- 11. MIRU water transfer with frac tanks to contain water to be pumped from frac pond
- 12. 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.
- 13. RU frac valves, flow cross, goat head, and wireline lubricator.
- 14. RIH w/ gauge ring/junk basket for 5-1/2" 17# P-110 csg to +/- 9,889'
- 15. Perforate Cisco Canyon from 9,680' 9,889'.
- 16. RU frac and flowback equipment.
- 17. Acidize and frac Cisco Canyon perfs down casing.

# CIMAREX

#### **CONFIDENTIAL. December 29, 2016**

Production Operations – Carlsbad Region, Permian Basin
White City Penn 28 GCU 3 #4 - Cisco Canyon and Wolfcamp
(Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

- 18. Set 10k flow through composite plug 15' uphole of top perforation
- 19. Test to 8,500 psi
- 20. Perforate Wolfcamp from 8,349' 9,679'.
- 21. Acidize and frac Wolfcamp perfs down casing.
- 22. Set 10k flow through composite plug 15' above top perforation
- 23. Test to 8,500 psi
- 24. RD frac
- 25. MIRU 2" coiled tbg unit.
- 26. RIH w/ blade mill & 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.
- 27. Clean out to PBTD
- 28. POOH w/ blade mill, motor & CT
- 29. RDMO coiled tbg unit.
- 30. Flow back well for 24 hours, then SI well overnight.
- 31. RU wireline and lubricator.
- 32. RIH w/ GR/JB for 5-1/2" 17# P-110 to +/- 8,299'
- 33. 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 w/ blanking plug in place, 5-1/2" Arrowset 1X packer and on-off tool stinger w/ 1.875" X profile nipple. Set packer +/- 8,299'. From downhole up:
  - a. 2-3/8" WEG
  - b. 2-3/8" pump out plug pinned for 1,500 2,000 psi differential pressure
  - c. 1.875" XN profile nipple
  - 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
- 34. RD WL and lubricator
- 35. ND goat head and frac valve, NU BOP, MIRU Pulling Unit
- 36. TIH w/ on/off tool overshot, GLVs, and 2-3/8" 4.7# L-80 tbg.
- 37. Latch overshot onto on-off tool and space out tubing
- 38: ND BOP, NU WH
- 39. RDMO pulling unit
- 40. RU pump truck and pump out plug. Put well on production.
- 41. 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.



Production Operations – Carlsbad Region, Permian Basin White City Penn 28 GCU 3 #4 - 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 **White City Penn 28 Gas Com Unit 3 #4** well (API: 30-015-33862).

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 84% for the Wolfcamp and 16% 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 *White City Penn 28 Gas Com Unit 3 #4* 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 Bone Spring formation. The well has produced 932 bbls of oil and 34 MMCF of gas (see **Appendix C**). The company plans to temporarily abandon the currently producing Bone Spring perforations with an expandable liner.

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.

# **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:



Production Operations – Carlsbad Region, Permian Basin White City Penn 28 GCU 3 #4 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

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

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 **1,499 MMCF** from the Wolfcamp and **292 MMCF** from the Cisco Canyon, for a total of **1,790 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:

$$Wolf camp \% Alloc. Factor = \frac{1,499 MMCF}{1,790 MMCF} = 84\%$$

Cisco Canyon % Alloc. Factor = 
$$\frac{292 \text{ MMCF}}{1,790 \text{ MMCF}} = 16\%$$

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) > 6-10% and Average Sw < 25-45%. Total estimated oil reserves are 57 MBO.

#### White City Penn 28 GCU 3#4

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	Cum. Gas	Remaining RGIP (RRGIP), MMCF	Initial Alloc. Factors, % (based on RRGIP Ratio)
Wolfcamp Total :	9,116	3,965	204	12.1%	20%	19.9	1,765	85%	1,499			1,499	84%
Cisco Canyon :	9,874	4,295	30	14.8%	15%	3.7	343	85%	292		-	292	16%
Total:			233			23.7	2,108	85%	1,790		-	1,790	100%

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

In this well, the spacing for both formations is the same, as well as public interests: 100% working interest and 77.5% net revenue 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
White City Penn 28 GCU 3 #4 - 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

TAKE PRIDE'

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

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:

- 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.

Picase 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

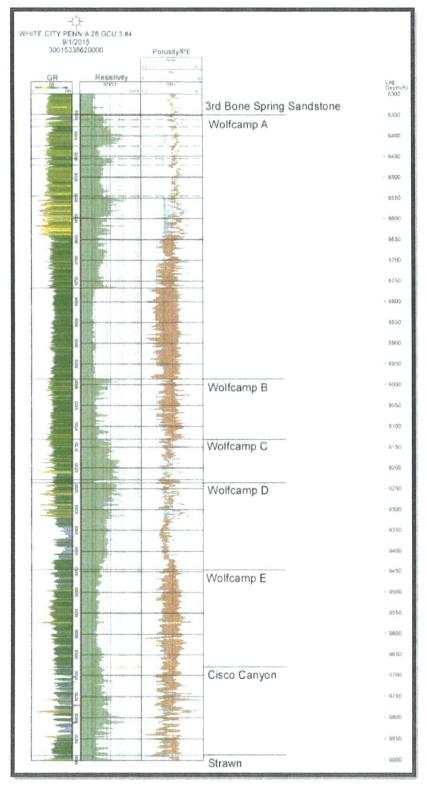
Enclosure

cc: NMP0220 (CFO l&E)



Production Operations – Carlsbad Region, Permian Basin White City Penn 28 GCU 3 #4 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

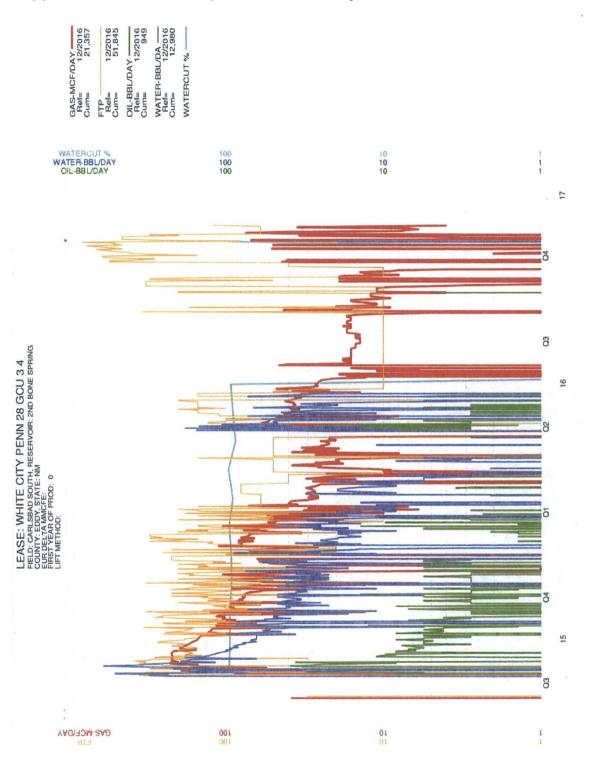
Appendix B: Log section from top of Wolfcamp to top of Strawn – White City Penn 28 GCU 3#4

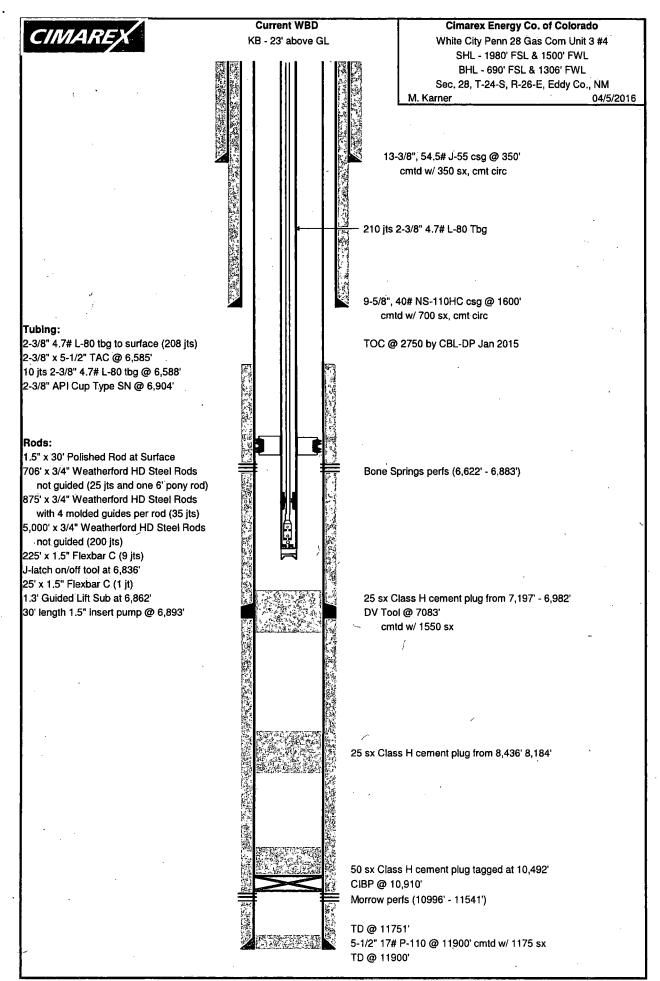


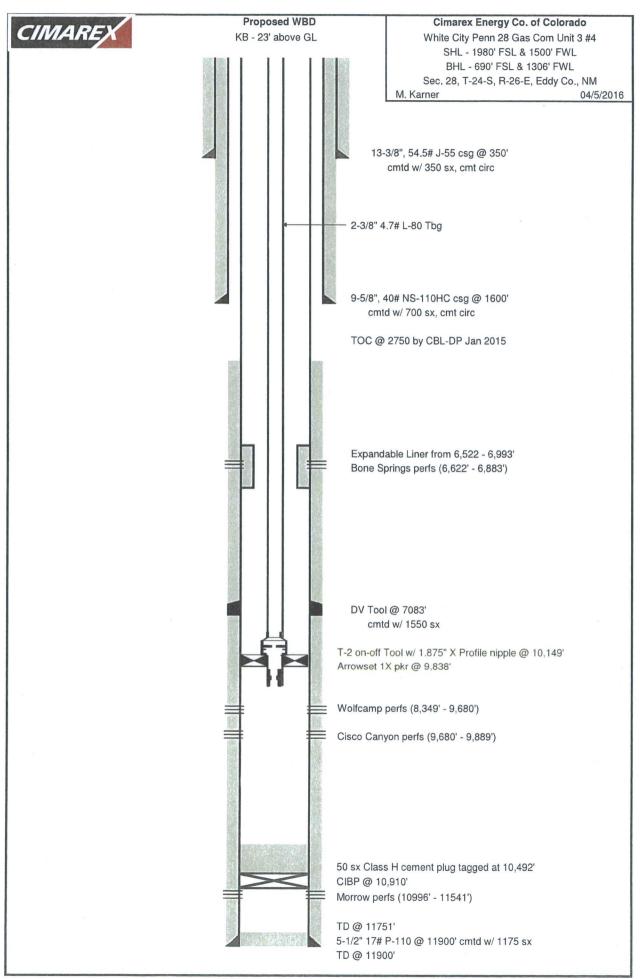


Production Operations – Carlsbad Region, Permian Basin White City Penn 28 GCU 3 #4 - Cisco Canyon and Wolfcamp (Ciscamp) Proposed Commingling Allocation Factors. Eddy County, NM

# Appendix C: Current Completion - White City Penn 28 Gas Com Unit 3 #4









# 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

7/31/2013

Pressure-PSIA

900

Sampled by: Taylor Ridings

Sample Temp F Atmos Temp F

107 85

Analysis by: Vicki McDaniel

H2S =

0.3 PPM

# Component Analysis

		Mol	GPM
		Percent	
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+	0.624	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	Gallatida	0.0010
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		
/10 11.10	01.0		

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:

44212

Region:

PERMIAN BASIN

CARLSBAD, NM

Account Manager: WAYNE PETERSON (575) 910-9389

Area:

Analysis ID #:

3208

Lease/Platform:

437122

WIGEON '23' FEDERAL

Sample #:

SHEILA HERNANDEZ

Entity (or well #): Formation:

WOLFCAMP

Analyst:

Sample Point:

FRAC TANK 234

Analysis Date: Analysis Cost: 5/30/08 \$100.00

Sample Date:

Cloud Point:

5/13/08

<68°F

Weight Percent Paraffin (by GC)\*:

1.49%

Weight Percent Asphaltenes:

0.03%

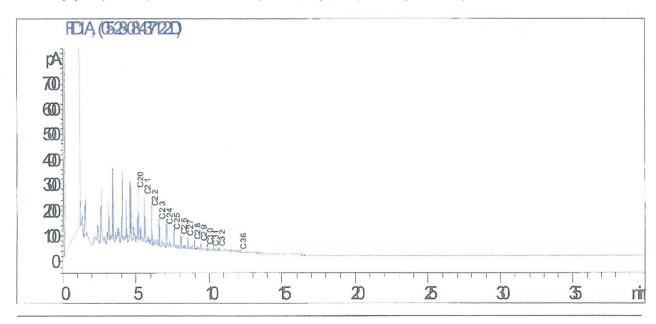
Weight Percent Oily Constituents:

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

Company:

CIMAREX ENERGY

Sales RDT:

44212

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** 

Analysis Date: 05/15/08 Analyst: WAYNE PETERSON Analyst: WAYNE PETERSON  TDS (mg/l or g/m3): 90873.3 Density (g/cm3, tonne/m3): 1.062 Anion/Cation Ratio: 1  Carbon Dioxide: 150 PPM  Oxygen: Comments: Chloride: 55040.0 1552.48 Bicarbonate: 329.4 5.4 Magnesium: 268.0 22.0 Carbonate: 0.0 0. Calcium: 2780.0 138.7 Strontium: Barium: Iron: 23.5 0.8 Aluminum: Chromium: Copper: Lead: PH at time of analysis: Magnesee:	Summary	Analysis of Sample 43887 @ 75 °F							
Analyst: WAYNE PETERSON Analyst: WAYNE PETERSON Bicarbonate: 329.4 5.4  Carbonate: 0.0 0.  Sulfate: 225.0 4.68  Phosphate: Borate: Silicate:  Carbon Dioxide: 150 PPM  Oxygen: Comments:  Comments:  Carbon Analyst: WAYNE PETERSON Bicarbonate: 329.4 5.4  Carbonate: 0.0 0.  Sulfate: 225.0 4.68  Phosphate: Borate: Silicate:  Potassium: Aluminum: Chromium: Copper: Lead: Magnesium: 268.0 22.0  Calcium: 2780.0 138.7  Strontium: Barium: Iron: 23.5 0.8  Copper: Lead: Magnesium: Calcium: Copper: Lead: Magnesium: Calcium: 2780.0 138.7  Strontium: Carbon Dioxide: 0 PPM  Oxygen:  Copper: Lead: Magnesium: Lead: Magnesium: Calcium: 2780.0 138.7  Strontium: Calcium: 2780.0 138.7  Strontium: Calcium: Calc	Sampling Date: 05/14/08	Anions	mg/l	meq/I	Cations	mg/l	meq/l		
Carbon Dioxide: 150 PPM Hydrogen Sulfide: 0 PPM Chromium:  Oxygen: pH at time of sampling: 7.31  PH at time of analysis: Aluminum:  Copper:  Lead:  Manganese:	Analyst: WAYNE PETERSON  TDS (mg/l or g/m3): 90873.3  Density (g/cm3, tonne/m3): 1.062	Bicarbonate: Carbonate: Sulfate: Phosphate: Borate:	5.4 0.	Magnesium: Calcium: Strontium: Barium: Iron:	268.0 2780.0	1400.94 22.05 138.72			
pH used in Calculation: 7.31 Nickel:	Oxygen:	Hydrogen Sulfide: pH at time of sampling: pH at time of analysis:		7.31	Aluminum: Chromium: Copper: Lead: Manganese:				

Conditions Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl												
Temp	Gauge Press.	Calcite Gypsum CaCO <sub>3</sub> CaSO <sub>4</sub> *2H <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	0.00	0.00	0.00	0.00	0.19
120	0	0.99	35.26	-1.20	0.00	-1.08	0.00	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

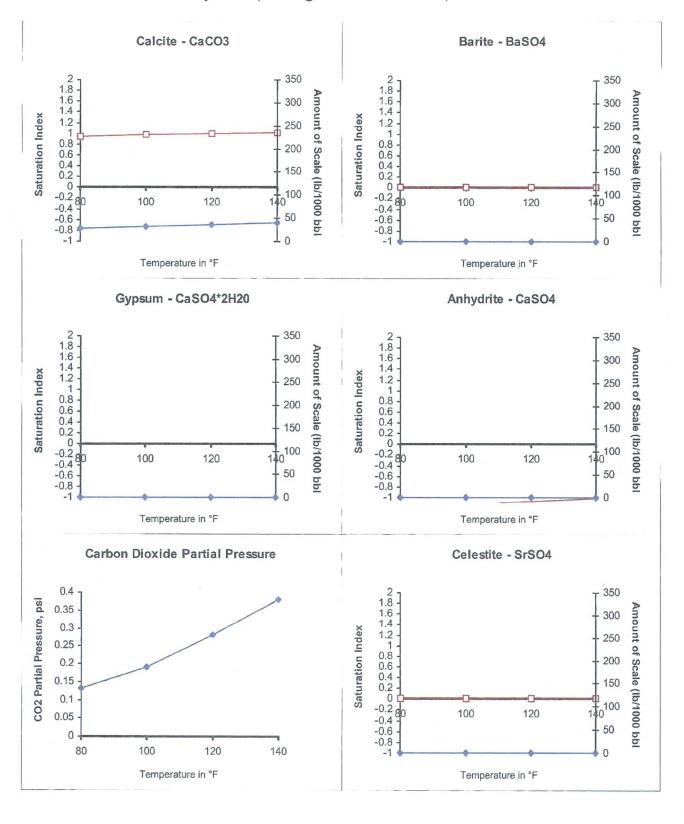
Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

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

For:

Cimarex Energy

Attention: Mark Cummings

600 N. Marienfeld, Suite 600

Midland, Texas 79701

Sample:

Sta. # 309588438

Identification: Taos Fed. #3 Sales

Company:

Cimarex Energy

Lease: Plant:

Sample Data:

Date Sampled

7/2/2014 10:30 AM

Analysis Date

7/9/2014

Pressure-PSIA

83

Sampled by: K. Hooten

Sample Temp F Atmos Temp F

76.4 76

Analysis by: Vicki McDaniel

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+	0.439	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 #):

Analyst:

SHEILA HERNANDEZ

Formation:

UNKNOWN

Analysis Date:

09/13/11

Sample Point:

TANK

Analysis Cost:

\$125.00

Sample Date:

08/24/11

Cloud Point:

Weight Percent Paraffin (by GC)\*:

1.03%

89°F

Weight Percent Asphaltenes:

0.01%

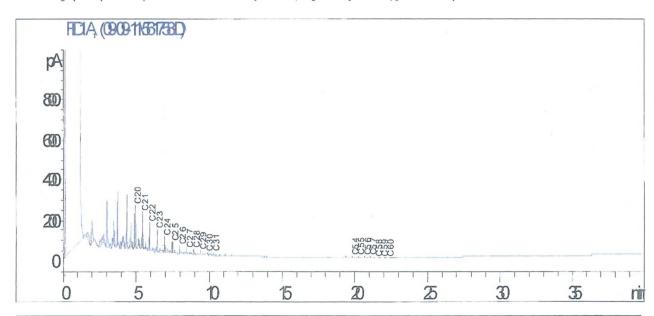
Weight Percent Oily Constituents:

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

Company:

CIMAREX ENERGY

Sales RDT:

33521

Region:

PERMIAN BASIN

Account Manager: STEVE HOLLINGER (575) 910-9393

Area:

CARLSBAD, NM

Sample #:

535681

Lease/Platform:

TAOS FEDERAL LEASE

Analysis ID #:

113272

Analysis Cost:

\$90.00

Entity (or well #):

UNKNOWN

Sample Point:

Formation:

**SEPARATOR** 

Summa	ary	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: S	ANDRA GOMEZ	Bicarbonate:	146.0	2.39	Magnesium:	417.0	34.3		
Density (g/cm3, tonne/m3):	000007	Carbonate:	0.0	. 0.	Calcium:	3573.0	178.29		
	86836.7	Sulfate:	83.0	1.73	Strontium:	1472.0	33.6		
	/m3): 1.063	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 PPM	Hydrogen Sulfide:		0 PPM	Chromium:				
Oxygen:		pH at time of sampling:	6	Copper:					
Comments:				0	Lead:				
RESISTIVITY 0.083 OF		pH at time of analysis:	pH at time of analysis:			1.000	0.04		
NEGIGITATI 1 0.003 OF	1101-101 @ 751	pH used in Calculation	6	Nickel:					

Cond	nditions Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl											
Temp	Gauge Press.		alcite aCO <sub>3</sub>	2 4	Gypsum Anhydrite aSO <sub>4</sub> *2H <sub>2</sub> 0 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	-0.61	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:	Cimarex Energy					
Lease/Well Name/API Number/Location:	White City Penn 28 Gas Com Unit 3 #4/30-015-33862/Sec. 28, T24S, R26E					
Date:						
Data	Bottom Formation	Upper Formation	Estimated Combined Production Data			
Pool name	White City Penn (Gas)	Purple Sage - (wolfcamp) Gas	TOUSEUON DUE			
Pool Code	87280	98220				
State Form C-102 with dedicated Acres Provided	320 acres	320 acres	320 acres			
Formation Name	Cisco Canyon	Wolfcamp				
Top and Bottom of Pay Section (Perforated or open-Hole Interval)	9,680' - 9,969'	8,349' - 9,680'	8,349' 9,969'			
Method of production	Flowing	Flowing	Flowing			
Bottom Hole Pressure	Within 150% of top perf	Within 150% of top perf	Within 150% of top perf			
Reservoir Drive mechanism	Gas Drive	Gas Drive	Gas Drive			
	Oil: 53.5° API Gas: 1142.4 BTU	Oil: 51.8° API Gas: 1225.8 BTU	Oil: 52.1° API Gas: 1212.5			
Oil manife, and the POI	dry / 1122.6 BTU wet @ 14.73	dry / 1204.6 BTU wet @ 14.73	BTU dry / 1191.5 BTU wet			
Oil gravity and/or BTU	psi	psi	@ 14.7 psi			
Average Sulfur Content (Wt %)	0	0	0			
Oil sample Analysis provided	Yes	Yes				
Gas Analysis provided	Yes	Yes				
Produce Water Analysis provided	Yes	Yes				
H2S present .	No No	No	No No			
Producing, Shut-In or New Zone	New Zone	New Zone				
, , , , , , , , , , , , , , , , , , ,			Date: N/A Expected Rate:			
Date and Oil/Gas/Water rates of Last Production (new zones or no production history Operator	Date: N/A Expected Rate: 16	Date: N/A Expected Rate: 84	100 BOPD, 2507 MCFD,			
shall attached production estimated and supporting data)	BOPD, 401 MCFPD, 101 BWPD	BOPD, 2,106 MCFD, 532 BWPD	633 BWPD			
Average decline % ( provide back up data)	7% (terminal)	7% (terminal)	7% (teterminal)			
Fixed Allocation Percentage	Oil: 16% Gas: 16%	Oil: 84% Gas: 84%	Oil: 100% Gas: 100%			

emark	<b>s</b> :
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Production history for analogs for both zones provided in field study appendix.

Operator Signature: (Mulia Crauf

Attached Supporting documents

State Form C-102 with dedicated Acres Provided

Oil sample Analysis provided (Must be current)

Gas Analysis provided (Must be current)

Produce Water Analysis provided (Must be current)

Any additional supporting data (i.e. offset well production and decline curves etc..)

\*Utilize weighted average.