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Carlsbad Field Office OCD Artesia

Form 3160-3 (March 2012)

AUG 07 2018

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

DISTRICT II-ARTESIA D. CATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER

	Lease Serial No. NM130854	
6.	If Indian, Allotee or Tribe Name	

					\ \ /
la. Type of work: DRILL REENTER				7 If Unit or CA Agre	eement, Name and No.
a. Type of work.					32222
	_			8. Lease Name and	Well No.
b. Type of Well: Oil Well Gas Well Other	✓ Sin	gle Zone Multip	le Zone /	COTTONBERRY 2	20 FEDERAL 1H
Name of Operator CIMAREX ENERGY COMPANY	(215099		9. API Well-No. 30. 015.) - 45147
	Phone No. 432)620-1	(include area code) (10. Field and Pool, or BONE SPRING / ¥	Exploratory who Draw WILDEAT BONE SPRII
Location of Well (Report location clearly and in accordance with any S	tate requireme	nts.*)		11. Sec., T. R. M. or B	lk. and Survey or Area 9
At surface NWNW / 950 FNL / 609 FWL / LAT 32.120136 /	LONG -10	04.218878		SEC 20 / T25S / R	27E / NMP
At proposed prod. zone SWSW / 330 FSL / 660 FWL / LAT 32			55	SEC 207 12337 K	2727191911
Distance in miles and direction from nearest town or post office* The miles are direction from nearest town or post office*				12. County or Parish EDDY	NM
Distance from proposed*	16. No of ac	rec in leace	17 Spacin	g Unit dedicated to this	well
leastion to managet COO feet	360	A Committee	17. Spacia 1160	is communica with	•••••
property or lease line, ft.	,000 /	~//	100		
(Also to nearest drig. unit line, if any)	10-P	Darth	20 RIM/	BIA Bond No. on file	
B. Distance from proposed location* to nearest well, drilling, completed, 40 feet	19: Proposed	Depun	ZO. DENV	DIA BOIR NO. OIL THE	
applied for, on this lease, ft.	7440 feet /	11111 feet	FED: N	MB001188	
Elevations (Show whether DF, KDB, RT, GL, etc.)	2 Approxin	nate date work will star	1*	23. Estimated duration	on
	06/01/201	8/		30 days	
	24. Attac	hments	**		
he following, completed in accordance with the requirements of Onshore	Oil and Gas	Order No 1, must be at	tached to th	is form:	
. Well plat certified by a registered surveyor.			ne operatio	ns unless covered by an	existing bond on file (see
A Drilling Plan.		Item 20 above).			
A Surface Use Plan (if the location is on National Forest System La	nds, the	5. Operator certific			
SUPO must be filed with the appropriate Forest Service Office).		6. Such other site BLM.	specific inf	ormation and/or plans a	s may be required by the
5. Signature	Name	(Printed/Typed)			Date
(Electronic Submission)		Easterling / Ph: (9	918)560-7	'060	01/31/2018
tle			<i>'</i>		L
Regulatory Analyst					
pproved by (Signature)	Name	(Printed/Typed)			Date
(Electronic Submission) Cody Layton / Ph: (5		Layton / Ph: (575)2	34-5959		07/20/2018
Title		·			
Assistant Field Manager Lands & Minerals	1	.SBAD			
pplication approval does not warrant or certify that the applicant holds I onduct operations thereon. Onditions of approval if any, are attached.	egal or equit	able title to those righ	ts in the su	bject lease which would	entitle the applicant to
Conditions of approval, if any, are attached. itle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crim	ne for any po	erson knowingly and v	villfully to r	nake to any department	or agency of the United
ates any false, fictitious or fraudulent statements or representations as to	any matter w	thin its jurisdiction.			

(Continued on page 2)

*(Instructions on page 2)

RECEIVED

AUG 0 7 2018

DISTRICT II-ARTESIA O.C.D.

Approval Date: 07/20/2018 Ruf 8-9-18.

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new-reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2:48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to-civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

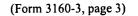
1. SHL: NWNW / 950 FNL / 609 FWL / TWSP: 25S / RANGE: 27E / SECTION: 20 / LAT: 32.120136 / LONG: -104.218878 (TVD: 0 feet, MD: 0 feet)

PPP: NWNW / 1069 FNL / 721 FWL / TWSP: 25S / RANGE: 27E / SECTION: 20 / LAT: 32.1198056 / LONG: -104.2188767 (TVD: 7120 feet, MD: 7175 feet)

BHL: SWSW / 330 FSL / 660 FWL / TWSP: 25S / RANGE: 27E / SECTION: 20 / LAT: 32.109076 / LONG: -104.218456 (TVD: 7440 feet, MD: 11111 feet)

BLM Point of Contact

Name: Katrina Ponder
Title: Geologist
Phone: 5752345969
Email: kponder@blm.gov



Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above fisted Bureau of Land Management office for further information.



(Form 3160-3, page 4)

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Cimarex Energy Company

LEASE NO.: | NMNM130854

WELL NAME & NO.: | Cottonberry 20 Federal 1H

SURFACE HOLE FOOTAGE: 950'/N & 609'/W BOTTOM HOLE FOOTAGE 330'/S & 660'/W

LOCATION: | Section 20, T.25 S., R.27 E., NMPM

COUNTY: Eddy County, New Mexico

COA

H2S	↑ Yes	€ No	
Potash	© None	Secretary	C R-111-P
Cave/Karst Potential	C Low	○ Medium	€ High
Variance	None	Flex Hose	○ Other
Wellhead	Conventional	Multibowl ■ Multi	○ Both
Other	☐ 4 String Area	Capitan Reef	□ WIPP

A. Hydrogen Sulfide

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. Addional cement maybe required. Excess calculates to 10%.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

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- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.
 - ❖ In <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is: Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification. Addional cement maybe required. Excess calculates to 17%.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 2000 (2M) psi.
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9-5/8 intermediate casing shoe shall be 3000 (3M) psi.

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GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Chaves and Roosevelt Counties
 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
 During office hours call (575) 627-0272.
 After office hours call (575)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log (one log per well pad is acceptable) run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition

to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after

installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

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All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 061918

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:

LEASE NO.:

WELL NAME & NO.:

SURFACE HOLE FOOTAGE:

BOTTOM HOLE FOOTAGE

LOCATION:

COUNTY:

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
☐ Noxious Weeds
Special Requirements
Cave/Karst
Hydrology
HDD Pipeline
☐ Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
□ Production (Post Drilling)
Well Structures & Facilities
Pipelines
Electric Lines
Interim Reclamation
Final Ahandonment & Paclamation

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator 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 shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

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V. SPECIAL REQUIREMENT(S)

Cave/Karst Surface Mitigation

The following stipulations will be applied to minimize impacts during construction, drilling and production:

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.

No Blasting:

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

Pad Berming:

- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.
- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)
- Following a rain event, all fluids will vacuumed off of the pad and hauled off-site and disposed at a proper disposal facility.

Tank Battery Liners and Berms:

Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank.

Leak Detection System:

A method of detecting leaks is required. The method could incorporate gauges to measure loss, situating values 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.

Automatic Shut-off Systems:

Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Cave/Karst Subsurface Mitigation

The following stipulations will be applied to protect cave/karst and ground water concerns:

Rotary Drilling with Fresh Water:

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

Directional Drilling:

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

Lost Circulation:

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cavebearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

Abandonment Cementing:

Upon well abandonment in cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

Pressure Testing:

Annual pressure monitoring will be performed by the operator on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

FLOWLINES (SURFACE):

- 1. Flowlines will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize the possibility of leaks and spills from entering karst systems.
- 2. If a void is encountered alignments may be rerouted to avoid the karst feature and lessen; the potential of subsidence or collapse of karst features, buildup of toxic or combustible gas, or other possible impacts to cave and karst resources from the buried pipeline.

- 3. Regular monitoring is required to quickly identify leaks for their immediate and proper treatment.
- 4. All spills or leaks will be reported to the BLM immediately for their immediate and proper treatment.

POWERLINES:

- Smaller powerlines will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize changes to runoff or possible leaks and spills from entering karst systems. Larger powerlines will adjust their pole spacing to avoid cave and karst features.
- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction.
- No further construction will be done until clearance has been issued by the Authorized Officer.
- Special restoration stipulations or realignment may be required.

Hydrology

The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

A leak detection plan will be submitted to the BLM Carlsbad Field Office for approval prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

HDD Pipeline:

Where the proposed action (pipeline) crosses Cottonwood Draw it will be bored under. The bore entry and exit points will be placed 100 meters outside of the 100-year FEMA floodplain. The HDD staging areas (pads) will also need be outside the 100-year FEMA floodplain. These staging areas should be bermed and lined with silt fence to reduce the possibility of the drill mud flowing down gradient into Cottonwood Draw. Depending on

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engineering design the pipeline should be at least 10-15 feet below the lowest point in the draw. HDD operation staging areas will be reclaimed. Any water erosion that may occur due to construction or during the life of the pipeline system will be quickly corrected and proper measures will be taken to prevent future erosion. A leak detection plan will be submitted to the BLM Carlsbad Field Office for approval prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

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Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

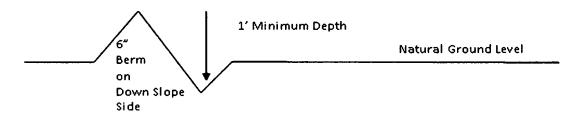
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%} + 100' = 200'$$
 lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

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Construction Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil 4. Revegetate slopes
- 2. Construct road

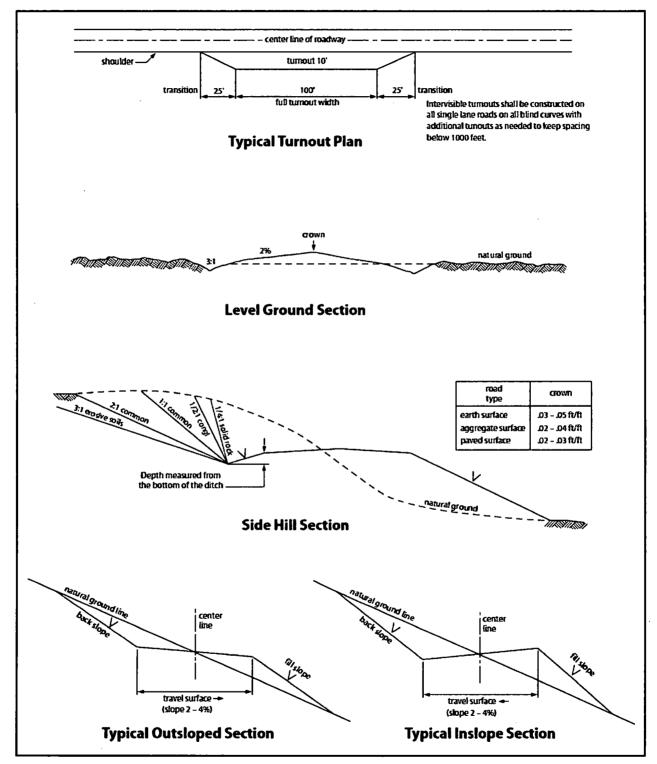


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Grant and attachments, including stipulations, survey plat(s) and/or map(s), shall be on location during construction. BLM personnel may request to review 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. 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. Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, Holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC § 2601 et seq. (1982) with regard 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 in particular, 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. 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 provision applies without regard to whether a release is caused by Holder, its agent, or unrelated third parties.

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- 4. Holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. 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 Holder including, but not limited to: construction, operation, maintenance, and termination of the facility;
 - b. Activities of other parties including, but not limited to:
 - (1) Land clearing
 - (2) Earth-disturbing and earth-moving work
 - (3) Blasting
 - (4) Vandalism and sabotage;
 - c. Acts of God.

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 Holder, regardless of fault. Upon failure of 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/she 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 Holder. Such action by the Authorized Officer shall not relieve Holder of any responsibility as provided herein.
- 6. All construction and maintenance activity shall be confined to the authorized right-of-way width of <u>20</u> feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline shall be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline shall be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity shall be confined to existing roads or right-of-ways.
- 7. No blading or clearing of any vegetation shall be allowed unless approved in writing by the Authorized Officer.

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- 8. 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 shall be "snaked" around hummocks and dunes rather than suspended across these features.
- 9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," 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. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, powerline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 17. Surface pipelines shall be less than or equal to 4 inches and a working pressure below 125 psi.

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, 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

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<u>seq.</u>) 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. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil 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 or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of 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 holder of any responsibility as provided herein.
- 5. All construction and maintenance activity will be confined to the authorized right-of-way.
- 6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
- 7. The maximum allowable disturbance for construction in this right-of-way will be <u>30</u> feet:
 - Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>20</u> feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)
 - Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)
 - The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)
- 8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately ___6__ inches in depth. The topsoil will be

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segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

- 9. 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.
- 10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
- 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. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

(X) seed mixture 1	() seed mixture 3
() seed mixture 2	() seed mixture 4
() seed mixture 2/LPC	() Aplomado Falcon Mixture

- 13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2.
- 14. 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. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

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- 15. 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 before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.
- 16. Any cultural and/or paleontological resources (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 actions to prevent the loss of significant 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.
- 17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 18. <u>Escape Ramps</u> The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:
 - a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
 - b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

HDD Pipeline:

Where the proposed action (pipeline) crosses Cottonwood Draw it will be bored under. The bore entry and exit points will be placed 100 meters outside of the 100-year FEMA

floodplain. The HDD staging areas (pads) will also need be outside the 100-year FEMA floodplain. These staging areas should be bermed and lined with silt fence to reduce the possibility of the drill mud flowing down gradient into Cottonwood Draw. Depending on engineering design the pipeline should be at least 10-15 feet below the lowest point in the draw. HDD operation staging areas will be reclaimed. Any water erosion that may occur due to construction or during the life of the pipeline system will be quickly corrected and proper measures will be taken to prevent future erosion. A leak detection plan will be submitted to the BLM Carlsbad Field Office for approval prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

C. ELECTRIC LINES

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:

- 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

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<u>seq.</u>) 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.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

- 6. 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 the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.
- 10. Any cultural and/or paleontological resource (historic or prehistoric site or object)

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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 actions to prevent the loss of significant 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.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Page 22 of 23

Seed Mixture 1 for Loamy Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed shall be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed shall be planted using a drill equipped with a depth regulator to ensure proper depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture shall be evenly and uniformly planted over the disturbed area (small/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed shall be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre shall be doubled. The seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>
Plains lovegrass (Eragrostis intermedia)	0.5
Sand dropseed (Sporobolus cryptandrus)	1.0
Sideoats grama (Bouteloua curtipendula)	5.0
Plains bristlegrass (Setaria macrostachya)	2.0

^{*}Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Aricka Easterling Signed on: 01/31/2018

Title: Regulatory Analyst

Street Address: 202 S. Cheyenne Ave, Ste 1000

City: Tulsa State: OK Zip: 74103

Phone: (918)560-7060

Email address:

Email address: aeasterling@cimarex.com

Field Representative

Representative Name:		
Street Address:	•	
City:	State:	Zip:
Phone:		



U.S. Department of the Interior **BUREAU OF LAND MANAGEMENT**



APD ID: 10400026444

Well Type: OIL WELL

Submission Date: 01/31/2018

Highlighted deta reflects the most

Operator Name: CIMAREX ENERGY COMPANY

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

recent dhanges

Well Work Type: Drill

Show Final Text

Section 1 - General

APD ID:

10400026444

Tie to previous NOS? 10400009503

Submission Date: 01/31/2018

BLM Office: CARLSBAD

User: Aricka Easterling

Title: Regulatory Analyst

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM130854

Lease Acres: 360

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: CIMAREX ENERGY COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: CIMAREX ENERGY COMPANY

Operator Address: 202 S. Cheyenne Ave., Ste 1000

Zip: 74103

Operator PO Box:

Operator City: Tulsa

State: OK

Operator Phone: (432)620-1936

Operator Internet Address: tstathem@cimarex.com

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: BONE SPRING

Pool Name: WILDCAT BONE

SPRING

Is the proposed well in an area containing other mineral resources? USEABLE WATER, NATURAL GAS, OIL

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: Number: 1H & 5H

COTTONBERRY 20 FEDERAL

Number of Legs: 1

Well Class: HORIZONTAL

Well Work Type: Drill

Well Type: OIL WELL
Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 11 Miles Distance to nearest well: 40 FT Distance to lease line: 609 FT

Reservoir well spacing assigned acres Measurement: 160 Acres

Well plat: Cottonberry_20_Fed_1H_C_102_Plat_20180130094537.pdf

Well work start Date: 06/01/2018 Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	dΛΤ
SHL Leg #1	950	FNL	609	FWL	25S	27E	20	Aliquot NWN W	32.12013 6	- 104.2188 78	EDD Y		NEW MEXI CO	F		314 9	0	0
KOP Leg #1	950	FNL	609	FWL	258	27E	20	Aliquot NWN W	32.12013 6	- 104.2188 78	EDD Y		NEW MEXI CO		NMNM 130854	- 360 4	675 7	675 3
PPP Leg #1	106 9	FNL	721	FWL	25S	27E	20	Aliquot NWN W	32.11980 56	- 104.2185 167	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 130854	- 397 1	717 5	712 0

Well Name: COTTONBERRY 20 FEDERAL

1.5

ş,

Well Number: 1H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type		Elevation	MD	DVT
EXIT Leg #1	330	FSL	660	FWL	258	27E	20	Aliquot SWS W	32.10907 6	- 104.2184 55	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 130854	- 429 1	111 11	744 0
BHL Leg #1	330	FSL	660	FWL	258	27E	20	Aliquot SWS W	32.10907 6	- 104.2184 55	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 130854	- 429 1	111 11	744 0

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

a third-party welder while being monitored by the wellhead vendor representative. All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type. A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 3000 psi. A solid steel body pack-off will be utilized after running and cementing the production casing. After installation the pack-off and lower flange will be pressure tested to 3000 psi. The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater. The casing string utilizing steel body pack-off will be tested to 70% of casing burst. If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Choke Diagram Attachment:

Cottonberry_20_Fed_1H_Choke_2M3M_20180130101349.pdf

BOP Diagram Attachment:

Cottonberry_20_Fed_1H_BOP_2M_20180130101359.pdf

Pressure Rating (PSI): 3M

Rating Depth: 2041

Equipment: A BOP consisting of three rams, including one blind ram and two pipe rams and one annular preventer. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A rotating head may be installed as needed. A Kelly clock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

Requesting Variance? YES

Variance request: Co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Variance to include Hammer Union connections on lines downstream of the buffer tank only Testing Procedure: A multi-bowl wellhead system will be utilized. After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 3000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 3000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office. The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative. All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type. A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 3000 psi. A solid steel body pack-off will be utilized after running and cementing the production casing. After installation the pack-off and lower flange will be pressure tested to 3000 psi. The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater. The casing string utilizing steel body pack-off will be tested to 70% of casing burst. If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Choke Diagram Attachment:

 $Cottonberry_20_Fed_1H_Choke_2M3M_20180130101429.pdf$

BOP Diagram Attachment:

Cottonberry_20_Fed_1H_BOP_3M_20180130101438.pdf

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	NON API	Z	0	400	0	400		400	400	OTH ER	48	STC	4.04	9.45	BUOY	16.7 7	BUOY	16.7 7
	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	2041	0	2041	0	2041	2041	J-55	36	LTC	1.87	3.25	BUOY	6.17	BUOY	6.17
3	PRODUCTI ON	8.75	5.5	NEW	API	N	0	6757	0	6757	0	6757	6757	L-80	17	LTC	1.99	2.45	BUOY	2.69	BUOY	2.69
1	PRODUCTI ON	8.75	5.5	NEW	API	Ν	6757	11111	6757	11111	6757	11111	4354	L-80	17	BUTT	1.82	2.23	BUOY	36.3 2	BUOY	36.3 2

Casing Attachments

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Cottonberry_20_Fed_1H_Spec_Sheet_20180130101524.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Cottonberry_20_Fed_1H_Casing_Assumptions_20180130101652.pdf

Operator Name: CIMAREX ENERGY COMPANY Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H
Casing Attachments
Casing ID: 2 String Type:INTERMEDIATE Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s): Cottonberry_20_Fed_1H_Casing_Assumptions_20180130101640.pdf
Casing ID: 3 String Type:PRODUCTION Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s): Cottonberry_20_Fed_1H_Casing_Assumptions_20180130101742.pdf
Casing ID: 4 String Type: PRODUCTION Inspection Document:
Spec Document:

Casing Design Assumptions and Worksheet(s):

Cottonberry_20_Fed_1H_Casing_Assumptions_20180130101840.pdf

Tapered String Spec:

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	400	61	1.72	13.5	104	50	Class C	Bentonite
SURFACE	Tail		0	400	195	1.34	14.8	260	25	Class C	LCM
INTERMEDIATE	Lead		0	2041	389	1.88	12.9	730	50	35:65 (POZ C)	Salt, Bentonite
INTERMEDIATE	Tail		0	2041	120	1.34	14.8	160	25	Class C	LCM
PRODUCTION	Lead	-	0	6757	424	3.64	10.3	1543	25	Tuned Light	LCM
PRODUCTION	Tail		0	6757	931	1.3	14.2	1210	10	50:50 (POZ H)	Salt, Bentonite, Fluid Loss, Dispersant, SMS
PRODUCTION	Lead		6757	1111 1	424	3.64	10.3	1543	25	Tuned Light	LCM
PRODUCTION	Tail		6757	1111 1	931	1.3	14.2	1210	10	50:50 (POZ H)	Salt, Bentonite, Fluid Loss, Dispersant, SMS

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. In order to run DSTs, open hole logs, and casing, the viscosity and water loss may have to be adjusted in order to meet these needs. **Describe the mud monitoring system utilized:** PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	400	SPUD MUD	8.3	8.8							

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

O Top Depth	Depth Bottom Depth	ed L M SALT SATURATED	6. Min Weight (lbs/gal)	0.0 Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
2041	1111 1	OTHER : FW/Cute Brine	8.5	9							

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

No DST Planned

List of open and cased hole logs run in the well:

CNL,DS,GR

Coring operation description for the well:

N/A

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 3463

Anticipated Surface Pressure: 1826.2

Anticipated Bottom Hole Temperature(F): 146

Anticipated abnormal pressures, temperatures, or potential geologic hazards? YES

Describe:

Lost circulation may be encountered in the Delaware mountain group. Abnormal pressure as well as hole stability issues may be encountered in the Wolfcamp

Contingency Plans geoharzards description:

Lost circulation material will be available, as well as additional drilling fluid along with the fluid volume in the drilling rig pit system. Drilling fluid can be mixed on location or mixed in vendor mud plant and trucked to location if needed. Sufficient barite will be available to maintain appropriate mud weight for the Wolfcamp interval.

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Cottonberry_20_Fed_1H_H2S_Plan_20180130104045.pdf

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

 $Cottonberry_20_Fed_1H_Directional_Plan_20180130104104.pdf$

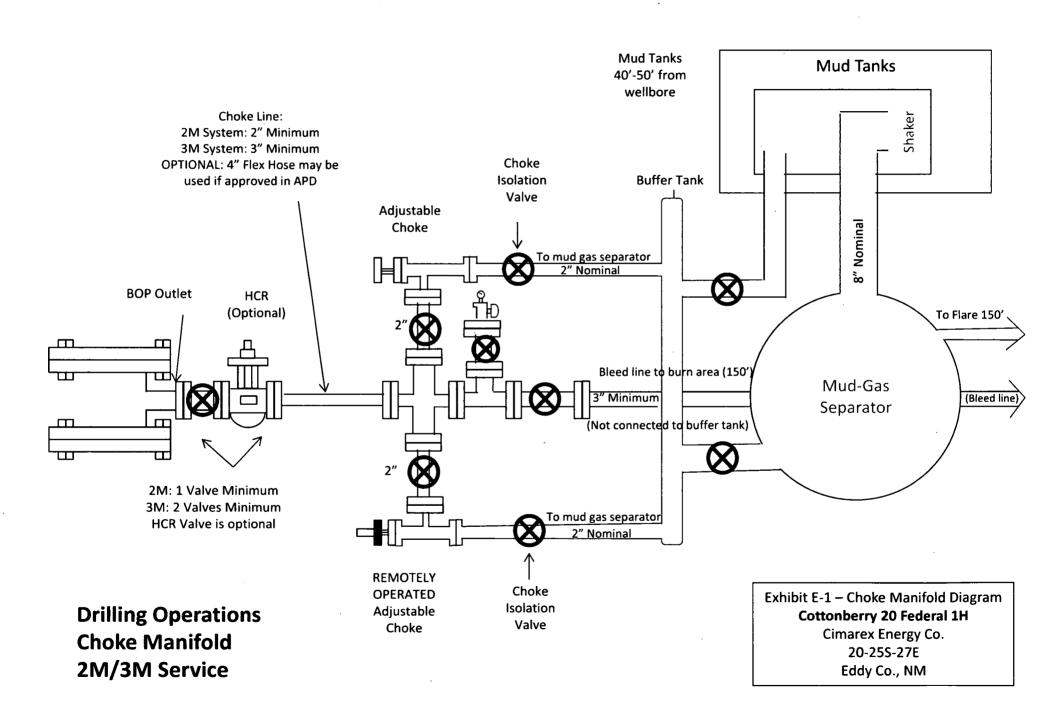
Other proposed operations facets description:

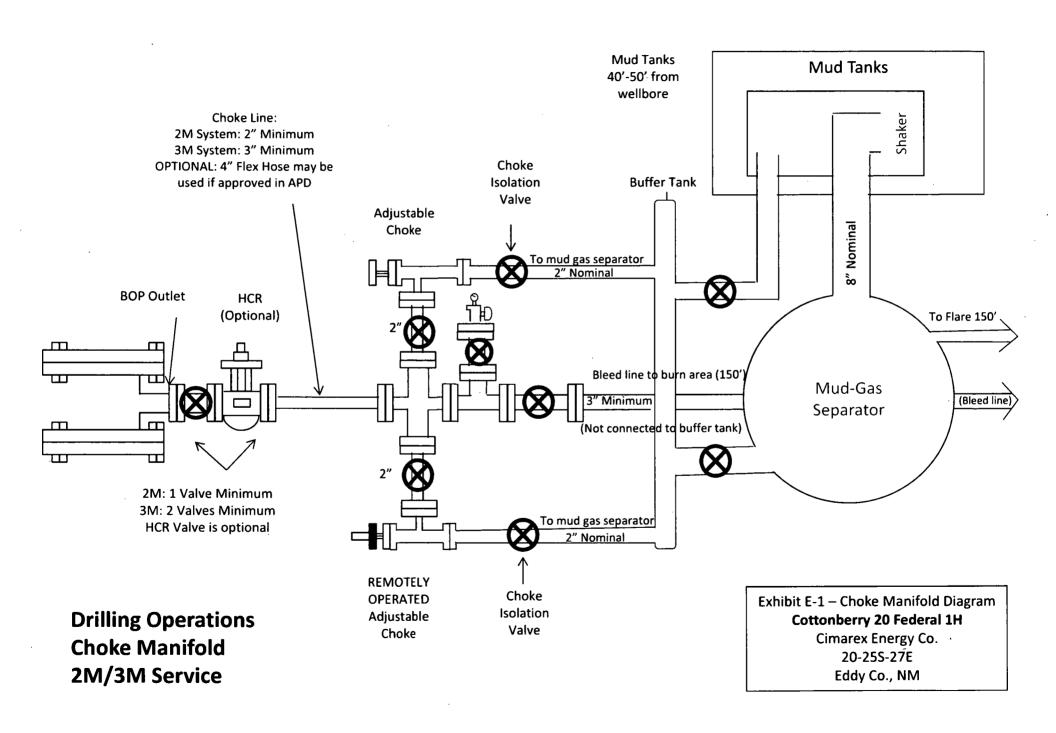
Other proposed operations facets attachment:

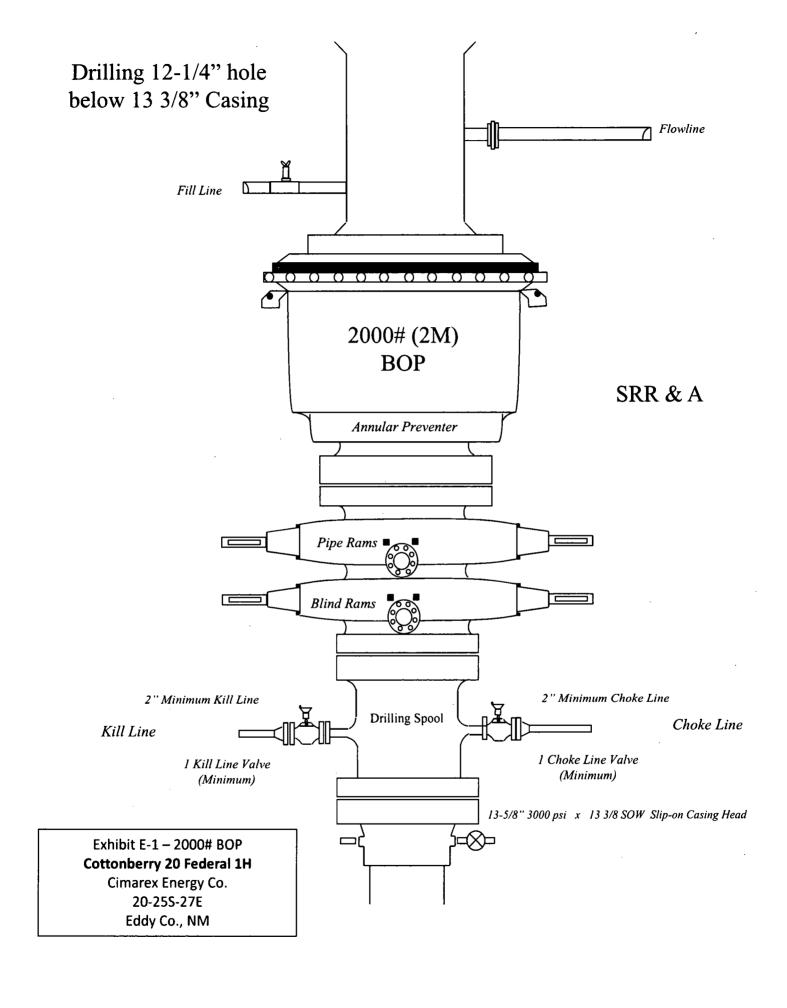
Cottonberry_20_Fed_1H_Drilling_Plan_20180130104118.pdf
Cottonberry_20_Fed_1H_Flex_Hose_20180130104122.pdf
Cottonberry_20_Fed_1H_AC_Report_20180130104133.pdf

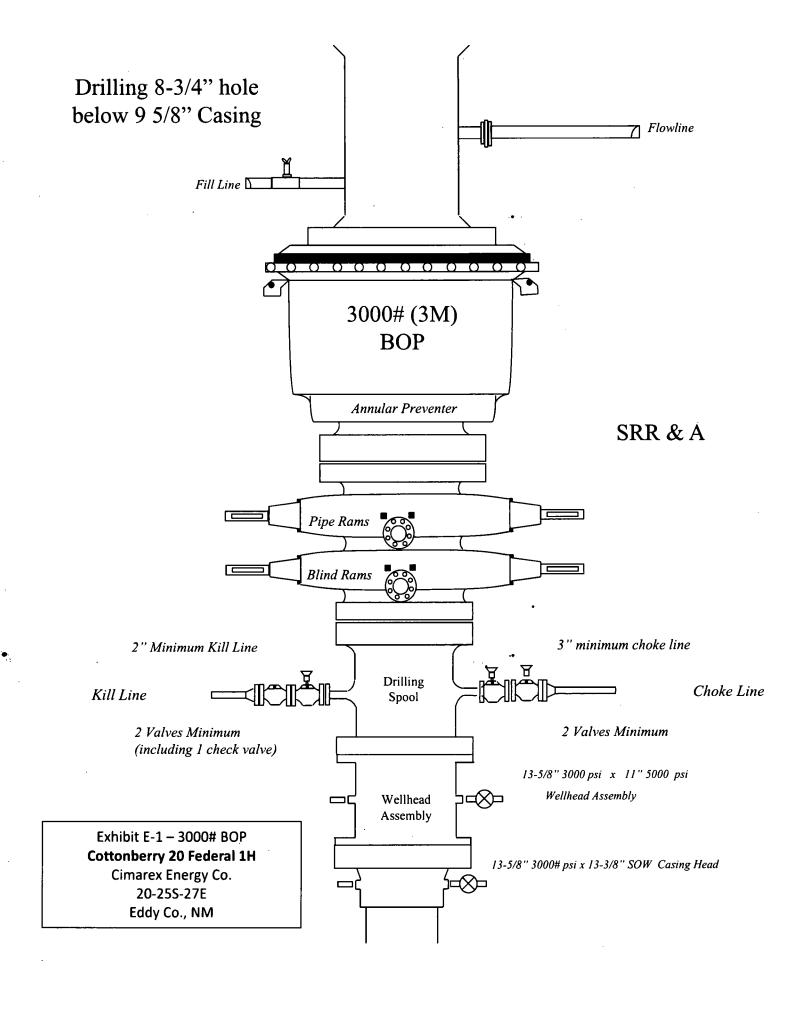
Cottonberry_20_Fed_1H_Gas_Capture_Plan_20180131060414.pdf

Other Variance attachment:









Print



Cottonberry 20 Federal 1H Surface Casing Spec Sheet

OCTG Performance Data

Casing Performance

Availability: ERW

Outside Diameter: Wall Thickness:

13.375 in 0.330 in

Inside Diameter: Cross Section Area:

12.715 in 13.524 sq in 12.559 in

Nominal Weight: Plain End Weight: 48.00 lb/ft 46.02 lb/ft

Drift Diameter:

Alternate Drift Diameter:

Pipe Body Performance

H40

Collapse Strength (ERW): Collapse Strength (SMLS):

740 psi

Pipe Body Yield Strength: 541000 lbf

SC Connection

Connection Geometry

Optimum

Minimum

Maximum

Make Up Torque:

3220 lb-ft

2420 lb-ft

4030 lb-ft

Coupling Outside Diameter:

14.375 in

Connection Performance

Grade:

H40

Minimum Internal Yield Pressure:

1730 psi

Joint Strength:

322000 lbf

LC Connection

Connection Geometry

Optimum

Minimum

Maximum

Make Up Torque:

Coupling Outside Diameter:

14.375 in

Connection Performance

Grade:

H40

Minimum Internal Yield Pressure:

Joint Strength:

BC Connection

Connection Geometry

Make Up Torque:

Optimum

Minimum

Maximum

Coupling Outside Diameter:

14.375 in

Connection Performance

Grade:

H40

Minimum Internal Yield Pressure:

Joint Strength:

PE Connection

Connection Geometry

10/16/2017 www.evrazna.com/Products/OilCountryTubularGoods/tabid/101/OctgPerfDataPrint.aspx?Type=cas&Size=13.375 in&Wall=48.00 lb/ft&Grade=...

Optimum

Minimum

Maximum

1730 psi

Make Up Torque:

14.375 in

Coupling Outside Diameter:

Connection Performance

H40 Grade:

Minimum Internal Yield Pressure:

Joint Strength:

Casing Assumptions

Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	400	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	4.04	9.45	16.77
12 1/4	0	2041	9-5/8"	36.00	J-55	LT&C	1.87	3.25	6.17
8 3/4	0	6757	5-1/2"	17.00	L-80	LT&C	1.99	2.45	2.69
8 3/4	6757	11111	5-1/2"	17.00	L-80	BT&C	1.82	2.23	36.32
	•			BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

Casing Assumptions

Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	400	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	4.04	9.45	16.77
12 1/4	0	2041	9-5/8"	36.00	J-55	LT&C	1.87	3.25	6.17
8 3/4	0	6757	5-1/2"	17.00	L-80	LT&C	1.99	2.45	2.69
8 3/4	6757	11111	5-1/2"	17.00	L-80	BT&C	1.82	2.23	36.32
	•			BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

Casing Assumptions

Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	400	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	4.04	9.45	16.77
12 1/4	0	2041	9-5/8"	36.00	J-55 ·	LT&C	1.87	3.25	6.17
8 3/4	0	6757	5-1/2"	17.00	L-80	LT&C	1.99	2.45	2.69
8 3/4	6757	11111	5-1/2°	17.00	L-80	вт&с	1.82	2.23	36.32
L			•	BLM	Minimum Sa	efety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

Casing Assumptions

Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	400	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	4.04	9.45	16.77
12 1/4	0	2041	9-5/8°	36.00	J-55	LT&C	1.87	3.25	6.17
8 3/4	0	6757	5-1/2"	17.00	L-80	LT&C	1.99	2.45	2.69
8 3/4	6757	11111	5-1/2"	17.00	L-80	вт&с	1.82	2.23	36.32
	•			BLM	Minimum Sa	afety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

Hydrogen Sulfide Drilling Operations Plan

Cottonberry 20 Federal 1H

Cimarex Energy Co. UL: D, Sec. 20, 25S, 27E Eddy Co., NM

1 All Company and Contract personnel admitted on location must be trained by a qualified H2S safety instructor to the following:

- A. Characteristics of H₂S
- B. Physical effects and hazards
- C. Principal and operation of H2S detectors, warning system and briefing areas.
- D. Evacuation procedure, routes and first aid.
- E. Proper use of safety equipment & life support systems
- F. Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.

H₂S Detection and Alarm Systems:

- A. H2S sensors/detectors to be located on the drilling rig floor, in the base of the sub structure/cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may play placed as deemed necessary.
- B. An audio alarm system will be installed on the derrick floor and in the top doghouse.

3 Windsock and/or wind streamers:

- A. Windsock at mudpit area should be high enough to be visible.
- В.

Windsock on the rig floor and / or top doghouse should be high enough to be visible.

4 Condition Flags and Signs

- A. Warning sign on access road to location.
- B. Flags to be displayed on sign at entrance to location. Green flag indicates normal safe condition. Yellow flag indicates potential pressure and danger. Red flag indicates danger (H₂S present in dangerous concentration). Only H2S trained and certified personnel admitted to location.

5 Well control equipment:

A. See exhibit "E-1"

6 Communication:

- A. While working under masks chalkboards will be used for communication.
- B. Hand signals will be used where chalk board is inappropriate.
- C. Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.

7 Drillstem Testing:

No DSTs r cores are planned at this time.

- 8 Drilling contractor supervisor will be required to be familiar with the effects H₂S has on tubular goods and other mechanical equipment.
- 9 If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary.

H₂S Contingency Plan Cottonberry 20 Federal 1H

Cimarex Energy Co. UL: D, Sec. 20, 25S, 27E Eddy Co., NM

Emergency Procedures

In the event of a release of gas containing H₂S, the first responder(s) must:

- « Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- « Evacuate any public places encompassed by the 100 ppm ROE.
- « Be equipped with H₂S monitors and air packs in order to control the release.
- « Use the "buddy system" to ensure no injuries occur during the 432-620-1975
- « Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- « Have received training in the:
 - Detection of H₂S, and
 - Measures for protection against the gas,
 - Equipment used for protection and emergency response.

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas.

Characteristics of H₂S and SO₂

Please see attached International Chemical Safety Cards.

Contacting Authorities

Cimarex Energy Co. of Colorado's personnel must liaise with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including directions to site. The following call list of essential and potential responders has been prepared for use during a release. Cimarex Energy Co. of Colorado's response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER).

H₂S Contingency Plan Emergency Contacts

Cottonberry 20 Federal 1H

Cimarex Energy Co. UL: D, Sec. 20, 25S, 27E Eddy Co., NM

Cimarex Energy Co. of Colora	do	800-969-4789		
Co. Office and After-Hours M	enu			
Key Personnel				
Name	Title	Office		Mobile
Larry Seigrist	Drilling Manager	432-620-1934		580-243-8485
Charlie Pritchard	Drilling Superintendent	432-620-1975	•	432-238-7084
Roy Shirley	Construction Superintendent			432-634-2136
<u>Artesia</u>				
Ambulance		911		
State Police		575-746-2703		
City Police		575-746-2703		
Sheriff's Office		575-746-9888		
Fire Department		575-746-2701		
Local Emergency Planning	Committee	575-746-2122		
New Mexico Oil Conservati	on Division	575-748-1283		
<u>Carlsbad</u>		· · · · · · · · · · · · · · · · · · ·		-
Ambulance		911		
State Police		575-885-3137		
City Police		575-885-2111		
Sheriff's Office		575-887-7551		
Fire Department		575-887-3798		
Local Emergency Planning	Committee	575-887-6544		
US Bureau of Land Manage	ement	575-887-6544		
_				
Santa Fe				
	esponse Commission (Santa Fe)	505-476-9600		
	esponse Commission (Santa Fe) 24 Hrs	505-827-9126		
New Mexico State Emerger	ncy Operations Center	505-476-9635		
·				
National		000 424 0000		
National Emergency Respo	nse Center (Washington, D.C.)	800-424-8802		
Madieni				
Medical	t Lubback TV	906 743 0011		
Flight for Life - 4000 24th S		806-743-9911 806-747-8923		
Aerocare - R3, Box 49F; Lub	Yale Blvd S.E., #D3; Albuquerque, NM	505-842-4433		
	Clark Carr Loop S.E.; Albuquerque, NM	505-842-4949		1
SO All IVIEW SELVICE - 2505 (Liaik Cail Loop 3.E., Albuquerque, MM	303-042-4343		-
Other				
Boots & Coots IWC		800-256-9688	or	281-931-8884
Cudd Pressure Control		432-699-0139	or	432-563-3356
Cuda Fressure Control		575-746-2757	Ji	-J2-J05-JJJ
Halliburton		5/5-//h-//5/		

Schlumberger

Cimarex Cottonberry 20 Federal 1H Rev0 RM 19Jan18 Proposal Geodetic Report



(Non-Def Plan)

Report Date:

January 19, 2018 - 04:18 PM

Client:

Field:

NM Eddy County (NAD 83)

Structure / Slot:

Cimarex Cottonberry 20 Federal 1H / Cimarex Cottonberry 20 Federal

Well:

Cimarex Cottonberry 20 Federal 1H

Borehole:

Original Borehole

UWI / API#:

Unknown / Unknown

Survey Name:

Cimarex Cottonberry 20 Federal 1H Rev0 RM 19Jan18

Survey Date:

January 19, 2018

Tort / AHD / DDI / ERD Ratio:

93.685 ° / 4197.658 ft / 5.769 / 0.564

Coordinate Reference System:

NAD83 New Mexico State Plane, Eastern Zone, US Feet

Location Lat / Long: Location Grid N/E Y/X: N 32° 7' 12.48867", W 104° 13' 7.95904" N 407460.310 ftUS, E 576771.110 ftUS

CRS Grid Convergence Angle: 0.0609 ° **Grid Scale Factor:**

0.99991053

Version / Patch:

2.10.696.0

Survey / DLS Computation:

Vertical Section Azimuth:

Vertical Section Origin:

180,000 ° (Grid North)

0,000 ft, 0,000 ft

TVD Reference Datum:

TVD Reference Elevation: Seabed / Ground Elevation:

Magnetic Declination: **Total Gravity Field Strength:**

Gravity Model:

Total Magnetic Field Strength:

Magnetic Dip Angle:

Declination Date: Magnetic Declination Model:

North Reference: Grid Convergence Used:

Total Corr Mag North->Grid North:

Minimum Curvature / Lubinski

RKB

3173,300 ft above MSL 3149.300 ft above MSL

7.402°

998.4468mgn (9.80665 Based)

GARM

47953,085 nT

59.825°

January 19, 2018 **HDGM 2017**

Grid North 0.0609°

7.3410°

Local Coord Referenced To: Structure Reference Point .

Comments	MD (ft)	Incl	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
SHL [950' FNL, 609' FWL]	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A	407460.31	576771.11 N	I 32 7 12,49 V	N 104 13 7.96
	100.00 200.00 300.00 400.00 500.00 600.00 700.00 800.00 900.00	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	65.00 65.00 65.00 65.00 65.00 65.00 65.00 65.00 65.00	100.00 200.00 300.00 400.00 500.00 700.00 800.00 900.00	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	407460.31 407460.31 407460.31 407460.31 407460.31 407460.31 407460.31 407460.31	576771.11 N 576771.11 N 576771.11 N 576771.11 N 576771.11 N 576771.11 N 576771.11 N 576771.11 N 576771.11 N	32 7 12.49 \ 32 7 12.49 \ 32 7 12.49 \ 32 7 12.49 \ 32 7 12.49 \ 32 7 12.49 \ 32 7 12.49 \ 32 7 12.49 \ 33 7 12.49 \ 33 7 12.49 \ 34 32 7 12.49 \ 35 7 12.49 \	N 104 13 7.96 N 104 13 7.96
Salado (Top Salt)	1100.00 1200.00 1270.00	0.00 0.00 <i>0.00</i>	65.00 65.00	1100.00 1200.00 1270.00	0.00 0.00 <i>0.00</i>	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	407460.31 407460.31 407460.31	576771.11 N 576771.11 N	32 7 12.49 V 32 7 12.49 V 32 7 12.49 V	N 104 13 7.96 N 104 13 7.96
,	1300.00 1400.00 1500.00 1600.00 1700.00 1800.00	0.00 0.00 0.00 0.00 0.00 0.00	65.00 65.00 65.00 65.00 65.00 65.00	1300.00 1400.00 1500.00 1600.00 1700.00 1800:00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00 0.00	407460.31 407460.31 407460.31 407460.31 407460.31 407460.31	576771.11 N 576771.11 N 576771.11 N 576771.11 N	l 32 7 12.49 \ l 32 7 12.49 \	N 104 13 7.96 N 104 13 7.96 N 104 13 7.96 N 104 13 7.96
Castille (Base Salt) Nudge 2°/100' DLS	1867.00 1900.00 2000.00	0.00 0.00 0.00	65.00 65.00	1867.00 1900.00 2000.00	<i>0.00</i> 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	407460.31 407460.31 407460.31	576771.11 N	32 7 12.49 N N 32 7 12.49 N N 32 7 12.49 N	N 104 13 7.96

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS [*] (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
Bell Canyon							-		407460.58		V 32 7 12.49 W	/10/12 705
(Top Delaware)	2061.00	1.22	65.00	2061.00	-0.27	0.27	0.59	2.00	40/460.56	3/6//1./0 1	V 32 / 12.49 VI	/ 104 13 7.93
	2100.00	2.00	65.00	2099.98	-0.74	0.74	1.58	2.00	407461.05	576772.69	N 32 7 12.50 V	V 104 13 7.94
Hold Nudge	2175.00	3.50	65.00	2174.89	-2.26	2.26	4.84	2.00	407462.57		N 32 7 12.51 V	
	2200.00	3.50	65.00	2199.84	-2.90	2.90	6.23	0.00	407463.21		N 32 7 12.52 V	
	2300.00	3.50	65.00	2299.66	-5.48	5.48	11.76	0.00	407465.79	576782.87	N 32 7 12.54 V	V 104 13 7.82
	2400.00	3.50	65.00	2399,47	-8.06	8,06	17,29	0.00	407468.37	576788.40	N 32 7 12.57 V	V 104 13 7.76
	2500.00	3.50	65.00	2499.28	-10.64	10.64	22.82	0.00	407470.95	576793.93	N 32 7 12.59 V	V 104 13 7.69
	2600,00	3.50	65.00	2599.10	-13.22	13.22	28.36	0.00	407473.53	576799.46	N 32 7 12.62 V	V 104 13 7.63
	2700.00	3.50	65.00	2698.91	-15.80	15.80	33.89	0.00	407476.11	576805.00	N 32 7 12.64 V	V 104 13 7.56
	2800.00	3.50	65.00	2798.73	-18.38	18.38	39.42	0.00	407478.69		N 32 7 12.67 V	
	2900.00	3.50	65.00	2898.54	-20.96	20.96	44.96	0.00	407481.27	576816.06	N 32 7 12.70 V	V 104 13 7.44
	3000,00	3.50	65.00	2998.35	-23.54	23.54	50.49	0.00	407483.85	576821.59	N 32 7 12.72 V	V 104 13 7.37
Cherry Canyon	3017.68	3.50	65.00	3016.00	-24.00	24.00	51.47	0.00	407484.31	576822.57 I	N 32 7 12.73 W	/ 104 13 7.36
	3100.00	3.50	65.00	3098.17	-26.12	26.12	56.02	0.00	407486.43	576827.13	N 32 7 12.75 V	V 104 13 7.31
	3200.00	3.50	65.00	3197.98	-28.70	28.70	61.55	0.00	407489.01	576832.66	N 32 7 12.77 V	V 104 13 7.24
	3300.00	3.50	65.00	3297.79	-31.28	31.28	67.09	0.00	407491.59	576838.19	N 32 7 12.80 V	V 104 13 7.18
	3400.00	3.50	65.00	3397.61	-33,86	33,86	72.62	0.00	407494.17	576843.72	N 32 7 12.82 V	V 104 13 7.11
	3500.00	3.50	65.00	3497.42	-36.44	36.44	78.15	0.00	407496.75	576849.26	N 32 7 12.85 V	V 104 13 7.05
	3600.00	3.50	65.00	3597.23	-39.02	39.02	83.69	0.00	407499,33	576854.79	N 32 7 12.87 V	V 104 13 6.99
	3700.00	3.50	65.00	3697.05	-41.60	41.60	89.22	0.00	407501.91	576860.32	N 32 7 12.90 V	V 104 13 6.92
	3800.00	3.50	65.00	3796.86	-44.18	44.18	94.75	0.00	407504.49	576865.85	N 32 7 12.92 V	V 104 13 6.86
	3900.00	3.50	65.00	3896.67	-46.76	46,76	100.28	0.00	407507.07		N 32 7 12.95 V	
	4000.00	3.50	65.00	3996.49	-49.34	49.34	105.82	0.00	407509.65	576876.92	N 32 7 12.98 V	V 104 13 6.73
Drop to Vertical 2°/100' DLS	4003.52	3.50	65.00	4000.00	-49.43	49.43	106.01	0.00	407509.74	576877.11	N 32 7 12.98 V	V 104 13 6.73
Brushy Canyon	4059.59	2.38	65.00	4056.00	-50.65	50.65	108.62	2.00	407510.95	576879.72	N 32 7 12.99 W	/ 104 13 6.70
,,.	4100.00	1.57	65.00	4096.38	-51.24	51.24	109.88	2.00	407511.54	576880.98	N 32 7 12.99 V	V 104 13 6.68
Hold	4178.52	0.00	65.00	4174.89	-51.69	51.69	110.86	2.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4200.00	0.00	65.00	4196.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4300.00	0.00	65.00	4296.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4400,00	0.00	65,00	4396,37	-51,69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4500.00	0.00	65.00	4496.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4600.00	0.00	65.00	4596.37	-51.69	51,69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4700.00	0.00	65.00	4696.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4800,00	0.00	65.00	4796.37	-51.69	51.69	110,86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	4900.00	0.00	65.00	4896.37	-51.69	51,69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	5000.00	0.00	65,00	4996.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	5100.00	0.00	65.00	5096.37	-51.69	51.69	110.86	0,00	407512,00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	5200.00	0.00	65.00	5196.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	5300,00	0.00	65.00	5296.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
Brushy Canyon Lower	5341.63	0.00	65.00	5338.00	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 W	/ 104 13 6.67
201101	5400.00	0.00	65.00	5396.37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67
	5500.00	0.00	65.00	5496,37	-51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00 V	
	5600.00	0.00	65.00	5596.37	-51.69	51.69	110.86	0.00	407512.00		N 32 7 13,00 V	
Bone Spring	5615.63	0.00	65.00	5612.00	-51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00 W	
20 opg	5700,00	0,00	65.00	5696,37	-51,69	51,69	110.86	0.00	407512.00		N 32 7 13.00 V	
Bone Spring "A"	5759.63	0.00	65.00	5756.00	-51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00 W	
Shale	5800.00	0.00	65.00	5796.37	-51.69	51.69	110.86	0.00	407512.00	576881 96	N 32 7 13.00 V	V 104 13 667
•	5900.00	0.00	65.00	5896.37	-51.69 -51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00 V	
	6000,00	0.00	65.00	5996,37	-51.69 -51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00 V	
	6100.00	0.00	65.00	6096.37	-51.69 -51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00 V	
Bone Spring "C"												
Shale	6106.63	0.00	65.00	6103.00	-51.69	51.69 51.60	110.86	0.00	407512.00		N 32 713.00 M N 32 713.00 M	
	6200.00	0.00	65.00	6196.37	-51.69	51,69 51,60	110.86	0.00	407512.00 407512.00		N 32 7 13.00 V	
	6300.00	0.00	65.00	6296.37	-51.69	51.69 54.60	110.86	0.00			N 32 7 13.00 V	
	6400.00	0.00	65.00	6396,37	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00 V	V 104 13 6.67

Comments	MD (ft)	inci (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
	6500.00	0.00	65.00	6496.37	-51.69	51.69	110.86	0.00	407512.00		N 32 7 13.00	
	6600.00	0.00	65.00	6596.37	-51,69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13,00	W 104 13 6.67
1st Bone Spring Ss	6621.63	0.00	65.00	6618.00	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00	W 104 13 6.67
	6700.00	0.00	65.00	6696.37	-51.69	51.69	110,86	0.00	407512.00	576881.96	N 32 7 13.00	W 104 13 6.67
KOP - Build 12°/100' DLS	6756.97	0.00	65.00	6753.34	-51.69	51.69	110.86	0.00	407512.00	576881.96	N 32 7 13.00	W 104 13 6.67
	6800.00	5.16	179.66	6796.31	-49.75	49.75	110.87	12.00	407510.06	576881.97	N 32 7 12.98	W 104 13 6.67
	6900.00	17.16	179.66	6894.24	-30.43	30.43	110.98	12.00	407490.74	576882.08	N 32 7 12.79	W 104 13 6.67
	7000.00	29.16	179.66	6986.01	8.84	-8.84	111.21	12.00	407451.48	576882.31	N 32 7 12.40	W 104 13 6.67
	7100.00	41.16	179.66	7067.61	66.32	-66.32	111.55	12.00	407393.99	576882.65	N 32 7 11.83	W 104 13 6.66
2nd Bone Spring Ss	7175.04	50.17	179.66	7120.00	119.94	-119.94	111.87	12.00	407340.38	576882.97	N 32 7 11.30	W 104 13 6.66
•	7200.00	53.16	179,66	7135,48	139.52	-139.52	111.99	12.00	407320.81		N 32 7 11,11	
	7300.00	65.16	179.66	7186.64	225.22	-225.22	112.50	12.00	407235.11		N 32 7 10.26	
	7400.00	77.16	179,66	7218.87	319.69	-319.69	113.06	12.00	407140.65		N 32 7 9.32	
Landing Point	7479.34	86.69	179.66	7230.00	398.15	-398.15	113.52	12.00	407062.19		N 32 7 8.55	
	7500.00	86.69	179.66	7231.20	418.78	-4 18.78	113,64	0.00	407041.57		N 32 7 8.34	
	7600.00	86.69	179,66	7236.98	518.61	-518.61	114.24	0.00	406941.75		N 32 7 7.36	
	7700.00	86.69	179,66	7242.76	618.44	-618.44	114.83	0.00	406841.93		N 32 7 6.37	
	7800.00	86.69	179.66	7248.55	718.27	-718.27	115.42	0.00	406742.10		N 32 7 5.38	
	7900.00	86.69	179.66	7254.33	818.10	-818.10	116.01	0.00	406642.28		N 32 7 4.39	
	8000.00	86.69	179.66	7260.11	917.93	-917.93	116,60	0.00	406542.46		N 32 7 3.40	
	8100.00	86.69	179.66	7265.89	1017.76	-1017.76	117.19	0.00	406442.64		N 32 7 2.42	
	8200.00	86.69	179.66	7271.68	1117.60	-1117.60	117.79	0.00	406342,82		N 32 7 1.43	
	8300.00	86.69	179.66	7277.46	1217.43	-1217.43	118.38	0.00	406242.99		N 32 7 0.44	
	8400.00	86.69	179.66	7283.24	1317,26	-1317.26	118.97	0.00	406143.17		N 32 6 59.45	
	8500.00	86.69	179.66	7289.02	1417.09	-1417.09	119.56	0.00	406043.35		N 32 6 58.46	
	8600.00	86.69	179.66	7294.81	1516.92	-1516.92	120.15	0.00	405943.53		N 32 6 57.48	
	8700.00	86.69	179.66	7300.59	1616.75	-1616.75	120.75	0.00	405843.71		N 32 6 56.49	
	8800.00	86.69	179.66	7306.37	1716.58	-1716.58	121.34	0.00	405743.89		N 32 6 55.50	
	8900.00	86.69	179.66	7312.15	1816.41	-1816.41	121.93	0.00	405644.06		N 32 6 54.51	
	9000.00	86.69	179.66	7317.94	1916.24	-1916.24	122.52	0.00	405544.24		N 32 6 53.53	
	9100.00	86.69	179.66	7323.72	2016.07	-2016.07	123.11	0.00	405444.42		N 32 6 52.54	
	9200.00	86.69	179.66	7329.50	2115.90	-2115.90	123.70	0.00	405344.60			W 104 13 6.55
	9300.00	86.69	179.66	7335.28	2215.74	-2215.74	124,30	0.00	405244.78		N 32 6 50.56	
	9400.00	86.69	179.66	7341.07	2315.57	-2315.57	124.89	0.00	405144.96		N 32 6 49.57	
	9500.00	86.69	179.66	7346.85	2415.40	-2415.40	125.48	0.00	405045.13		N 32 648.59	
	9600.00	86.69	179.66	7352.63	2515.23	-2515.23	126.07	0.00	404945.31			W 104 13 6.52 W 104 13 6.52
	9700.00	86.69	179.66	7358.41	2615.06	-2615.06	126.66	0.00	404845.49		N 32 6 45.62	
	9800.00	86.69	179.66	7364.20	2714.89	-2714.89	127.25	0.00	404745.67			
	9900.00	86.69	179.66	7369.98	2814.72	-2814.72	127.85	0.00	404645.85		N 32 6 44.63	
	10000.00	86.69	179.66	7375.76	2914.55	-2914.55	128.44	0.00	404546.02			W 104 13 6.50 W 104 13 6.50
	10100,00	86,69	179.66	7381.54	3014.38	-3014.38	129.03	0.00	404446.20			W 104 13 6.49
	10200.00	86.69	179.66	7387.33	3114.21	-3114.21	129.62	0.00 0.00	404346.38 404246.56		N 32 640.68	
	10300.00	86.69	179.66	7393.11	3214.04	-3214.04	130.21	0.00	404146.74			W 104 13 6.48
	10400.00	86.69	179.66	7398.89	3313.88	-3313.88	130.81		404046.92			W 104 13 6.47
	10500.00	86.69	179.66	7404.67	3413,71	-3413.71	131.40	0.00 0.00	403947.09			W 104 13 6.47
	10600.00	86.69	179.66	7410.46	3513.54	-3513.54	131.99		403947.09			W 104 13 6.46
2nd Dama	10700.00	86.69	179.66	7416.24	3613,37	-3613.37	132.58	0.00	403041.21	3/0303.00	14 32 0 30./3	VF 104 13 0,40
3rd Bone Spring	10765.04	86.69	179.66	7420.00	3678.29	-3678.29	132.97	0.00	403782.35	576904.06	N 32 6 36.09	W 104 13 6.46
Limestone											:	144.404.40
	10800.00	86.69	179.66	7422.02	3713.20	-3713.20	133,17	0.00	403747.45			W 104 13 6.46
	10900.00	86.69	179.66	7427.80	3813.03	-3813.03	133,76	0.00	403647.63		N 32 6 34.76	
	11000.00	86.69	179.66	7433.59	3912.86	-3912.86	134,36	0.00	403547.81	576905.45		W 104 13 6.45
	11100.00	86.69	179.66	7439,37	4012.69	-4012.69	134.95	0.00	403447.98	576906.05	N 32 6 32.78	W 104 13 6.44

Comments	MD	Incl	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	(RUS)	(N/S ° ' ")	(E/W ° ' ")
Cimarex Cottonberry 20 Federal 1H - PBHL [330' FSL, 660' FWL1	11110.90	86.69	179.66	7440.00	4023.58	-4023.58	135.01	0.00	403437.10	576906.11 N	32 6 32.67 W	/ 104 13 6.44

Survey Type:

Non-Def Plan

Survey Error Model: Survey Program:

ISCWSA Rev 0 *** 3-D 95.000% Confidence 2.7955 sigma

•	Description	Part	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size (in)	Casing I Diameter (in)	Expected Max Inclination (deg)	Survey Tool Type	Borehole / Survey
		1	0.000	24.000	1/100.000	30.000	30.000		NAL_MWD_PLUS_0.5_DEG- Depth Only	Original Borehole / Cimarex Cottonberry 20 Federal 1H Rev0 RM 19Jan18
		1	24.000	11110.904	1/100.000	30.000	30.000		NAL_MWD_PLUS_0.5_DEG	Original Borehole / Cimarex Cottonberry 20 Federal 1H Rev0



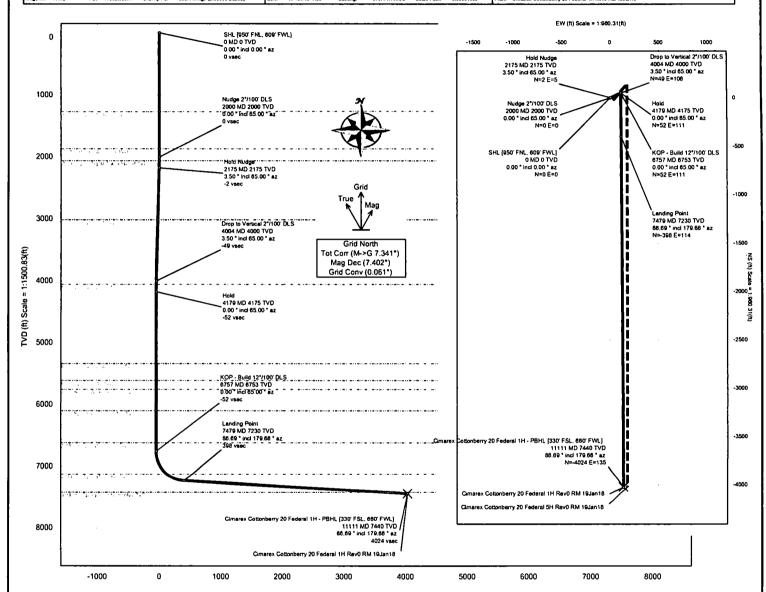
Cimarex

Rev 0



Borehole: Well: Field: Structure:
Original Borehole Cimarex Cottonberry 20 Federal 1H NM Eddy County (NAD 83) Cimarex Cottonberry 20 Federal 1H

| Gravity & Magnetic Parameters | Surface Location | NAD83 New Mexico State Plane, Eastern Zone, US Feet | Miscelligneous | Model: HDGM 2017 | Dip: \$8,825" | Dise: 19-Jan-2016 | Lat: N 32 7 12.49 | Morthling: 407460.318US | Grid Conv: 8.0809" | Slot: Gettonberry 20 TVD Ref: RKB(3173.5h above MSL) | Federal Honor Converse Control Parameters | Miscelligneous | Slot: Gettonberry 20 TVD Ref: RKB(3173.5h above MSL) | Federal Honor Converse Control Parameters | Miscelligneous | Slot: Gettonberry 20 TVD Ref: RKB(3173.5h above MSL) | RKB(3173.5h above MSL) | Federal Honor Converse Control Parameters | Miscelligneous | Slot: Gettonberry 20 TVD Ref: RKB(3173.5h above MSL) | RKB(3173.5h above MSL)



Vertical Section (ft) Azim = 180.00° Scale = 1:1500.83(ft) Origin = 0N/-S, 0E/-W

			Cr	itical Points				
Critical Point	MD	INCL	AZIM	TVD	VSEC	N(+)/S(-)	E(+)/W(-)	DLS
SHL [950' FNL, 609' FWL)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Satado (Top Salt)	1270.00	0.00	65.00	1270.00	0.00	0.00	0.00	0.00
Castille (Base Salt)	1867.00	0.00	65.00	1867.00	0.00	0.00	0.00	0.00
Nudge 2*/100' DLS	2000.00	0.00	65.00	2000.00	0.00	0.00	0.00	0.00
Bell Canyon (Top Delaware)	2061.00	1.22	65.00	2061.00	-0.27	0.27	0.59	2.00
Hold Nudge	2175.00	3.50	65.00	2174,89	-2.26	2.26	4.84	2.00
Cherry Canyon	3017.68	3.50	65.00	3016.00	-24.00	24.00	51.47	0.00
Drop to Vertical 2*/100' DLS	4003.52	3.50	65.00	4000.00	-49.43	49.43	106.01	0.00
Brushy Canyon	4059.59	2.38	65.00	4056.00	-50.65	50.65	108.62	2.00
Hold	4178.52	0.00	65.00	4174.89	-51.69	51.69	110,86	2.00
Brushy Canyon Lower	5341.63	0.00	65.00	5338.00	-51.69	51.69	110,86	0.00
Bone Spring	5615.63	0.00	65.00	5612.00	-51.69	51.69	110.86	0.00
Bone Spring "A" Shale	5759.63	0.00	65.00	5756.00	-51.69	51.69	110.86	0.00
Bone Spring "C" Shale	6108.63	0.00	65.00	6103.00	-51.69	51.69	110.86	0.00
st Bone Spring Ss	6621.63	0.00	65.00	6618.00	-51.69	51.69	110.86	0.00
(OP - Build 12*/100' DL\$	6756.97	0.00	65.00	6753.34	-51.69	51.69	110.86	0.00
nd Bone Spring Ss	7175.04	50.17	179.66	7120.00	119.94	-119.94	111.87	12.00
anding Point	7479.34	86.69	179.66	7230.00	398.15	-398.15	113.52	12.00
ord Bone Spring Limestone	10765.04	86.69	179.66	7420.00	3678.29	-3678.29	132.97	0.00
Cimarex Cottonberry 20 Federal 1H - PBHL	11110.90	86.69	179.66	7440.00	4023.58	-4023.58	135.01	0.00

1. Geological Formations

TVD of target 7,400

Pilot Hole TD N/A

MD at TD 11,111

Deepest expected fresh water

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone	Hazards
Rustler	0	N/A	
Top Salt	1270	N/A	
Castille	1867	N/A	
Bell Canyon	2061	N/A	
Cherry Canyon	3016	Hydrocarbons	
Brushy Canyon	4056	Hydrocarbons	
Bone Spring	5612	Hydrocarbons	
Bone Spring "A" Shale	5756	Hydrocarbons	
Bone Spring "C" Shale	6103	Hydrocarbons	
1st Bone Spring Ss	6618	Hydrocarbons	
2nd Bone Spring Ss	7120	Hydrocarbons	
2nd BS Ss Horz Target	7230	Hydrocarbons	
3rd BS Limestone	7420	Hydrocarbons	

2. Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	400	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	4.04	9.45	16.77
12 1/4	0	2041	9-5/8"	36.00	J-55	LT&C	1.87	3.25	6.17
8 3/4	0	6757	5-1/2"	17.00	L-80	LT&C	1.99	2.45	2.69
8 3/4	6757	11111	5-1/2"	17.00	L-80	вт&С	1.82	2.23	36.32
				BLM	Minimum Sa	afety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

Cimarex Energy Co., Cottonberry 20 Federal #1H

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Υ
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Υ
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	N
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	N
Is well within the designated 4 string boundary.	N
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3rd string cement tied back 500' into previous casing?	N
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	N
Is 2nd string set 100' to 600' below the base of salt?	N
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	N
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	N
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	N

3. Cementing Program

Casing		•	Yld ft3/sack	H2O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surface	61	13.50	1.72	9.15	15.5	Lead: Class C + Bentonite
	195	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Intermediate	389	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Saft + Bentonite
	120	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Production	424	10.30	3.64	22.18		Lead: Tuned Light + LCM
	931	14.20	1.30	5.86	14:30	Tail: 50:50 (Poz:H) + Salt + Bentonite + Fluid Loss + Dispersant + SMS
		•	• · · · · · · · · · · · · · · · · · · ·			

Casing String	тос		% Excess
Surface		0	31
Intermediate		0	44
Production		1841	18

4. Pressure Control Equipment

A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size	Min Required WP	Туре		Tested To
12 1/4	13 5/8	2M	Annular	x	50% of working pressure
			Blind Ram		
			Pipe Ram	•	2М
			Double Ram	Х	1
			Other		1
8 3/4	13 5/8	3M	Annular	х	50% of working pressure
			Blind Ram		
			Pipe Ram		3м
			Double Ram	Х	1
			Other		7

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
х	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.
	N Are anchors required by manufacturer?

5. Mud Program

Depth	Туре	Weight (ppg)	Viscosity	Water Loss
0' to 400'	FW Spud Mud	8.30 - 8.80	30-32	N/C
400' to 2041'	Brine Water	9.70 - 10.20	30-32	N/C
2041' to 11111'	FW/Cut Brine	8.50 - 9.00	30-32	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Log	ogging, Coring and Testing	
х	Will run GR/CNL fromTD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.	
	No logs are planned based on well control or offset log information.	
	Drill stem test?	
	Coring?	

Additional Logs Planned	linterval	
	1	

7. Drilling Conditions

Condition	
BH Pressure at deepest TVD	3463 psi ·
Abnormal Temperature	No

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

X H2S is present

X H2S plan is attached

8. Other Facets of Operation

9. Wellhead

A multi-bowl wellhead system will be utilized.

After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 3000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 3000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2.

The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office.

The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative.

All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 3000 psi.

The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

The casing string utilizing steel body pack-off will be tested to 70% of casing burst.

If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Exhibit F – Co-Flex Hose Cottonberry 20 Federal 1H Cimarex Energy Co.

20-25S-27E Eddy Co., NM



Exhibit F-1 – Co-Flex Hose Hydrostatic Test
Cottonberry 20 Federal 1H

Cimarex Energy Co. 20-25S-27E Eddy Co., NM



Midwest Hose & Specialty, Inc.

INTERNAL HYDROSTATIC TEST REPORT				
Customer:			P.O. Number:	
Oderco Inc			odyd-2	71
F " '	HOSE SPECI	FICATIONS		
Type: Stainless	Steel Armor			
Choke & I	Kill Hose	1	Hose Length:	45'ft.
I.D.	4 INCHES	O.D.	9	INCHES
WORKING PRESSURE	TEST PRESSUR	Έ	BURST PRESSUR	RE
10,000 <i>PSI</i>	15,000	PSI	0	PSI
	COU	PLINGS		
Stem Part No.		Ferrule No.		
окс		окс		
OKC		<u> </u>	ОКС	
Type of Coupling:				
Swage	-it			
	PROC	CEDURE		
Hose assemb	ly nyessum tested wi	ith water at ambien	t temnerature	
Hose assembly pressure tested with TIME HELD AT TEST PRESSURE		ß	URST PRESSURE:	
1:	5 MIN.		0	PSI
Hose Assembly Serial Number:		Hose Serial Number:		
79793		<u> </u>	ОКС	
Comments:				
Date:	Tested:	,	Approved:	
3/8/2011			feril.	/d-

Exhibit F-1 – Co-Flex Hose Hydrostatic Test **Cottonberry 20 Federal 1H**

Cimarex Energy Co. 20-25S-27E Eddy Co., NM

	94260	Verification	Coupling Method Swage Enal O.D. 6.25° Hose Assembly, Serial ₹ 7773
atic Test Grapn	Pick Ticket #: 94260	Verifi	Type of Pittins 4 1/16 10x Die Size 6.38" Hose Serial #
mernai nydrostatic Test Grapn	Houston	:!fications	Length 45' Q.D. 6.09. Burst Pressure
	Customer: Houston	Hose Specifications	Hose Type C & K LD. 4" Working Pressure 10000 Psi
		28 24	

Peak Pressure 15483 PSI Actual Burst Pressure Pressure Test Time in Minutes Time Held at Tost Pressure 11 Minutes Test Pressure 15000 PSI 16000 -10000 12000 8000

Approved By: Kim Thomas

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Zoc Mcconnell

March 3, 2011

Exhibit F-2 – Co-Flex Hose Cottonberry 20 Federal 1H Cimarex Energy Co. 20-25S-27E Eddy Co., NM



Midwest Hose & Specialty, Inc.

Certificate of Conformity		
Customer: PO		
DEN	ODYD-27	
	SPECIFICATIONS	
Sales Order	Dated:	
79793	3/8/2011	
We hereby corif	5. that the mark the mark	
for the reference	fy that the material supplied ed purchase order to be true	
according to the	requirements of the purchase	
order and currer	nt industry standards	
	and your control of the control of t	
Supplier:		
Midwest Hose &	Specialty, Inc.	
10640 Tanner R	oad	
Houston, Texas	77041	
•		
omments:		
•		
pproved;		
Sand Blancia	Date:	
- Colored	3/8/2011	



Exhibit F -3 - Co-Flex Hose **Cottonberry 20 Federal 1H** Cimarex Energy Co. 20-25S-27E Eddy Co., NM

Specification Sheet Choke & Kill Hose

The Midwest Hose & Specialty Choke & Kill hose is manufactured with only premium componets. The reinforcement cables, inner liner and cover are made of the highest quality material to handle the tough drilling applications of today's industry. The end connections are available with API flanges, API male threads, hubs, harnmer unions or other special fittings upon request. Hose assembly is manufactured to API 7K. This assembly is wrapped with fire resistant vermculite coated fiberglass insulation, rated at 2000 degrees with stainless steel armor cover.

Working Pressure:

5,000 or 10,000 psi working pressure

Test Pressure:

10,000 or 15,000 psi test pressure

Reinforcement:

Multiple steel cables

Cover:

Stainless Steel Armor

Inner Tube:

Petroleum resistant, Abrasion resistant

End Fitting:

API flanges, API male threads, threaded or butt weld hammer

unions, unibolt and other special connections

Maximum Length:

110 Feet

ID:

2-1/2", 3", 3-1/2". 4"

Operating Temperature: -22 deg F to +180 deg F (-30 deg C to +82 deg C)

P.O. Box 96558 - 1421 S.E. 29th St. Oklahoma City, OK 73143 * (405) 670-6718 * Fax: (405) 670-6816



U.S. Department of the Interior **BUREAU OF LAND MANAGEMENT**



APD ID: 10400026444

Operator Name: CIMAREX ENERGY COMPANY

Well Name: COTTONBERRY 20 FEDERAL

Well Type: OIL WELL

Submission Date: 01/31/2018

Well Number: 1H

Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? NO

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Cottonberry 20 Fed 1H_Road_ROW_20180130095135.pdf

New road type: COLLECTOR

Length: 6459

Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 6

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 18

New road access erosion control: The side slopes of any drainage channels or swales that are crossed will be recontoured to original grade and compacted and mulched as necessary to avoid erosion. Where steeper slopes cannot be avoided, water bars or silt fence will be constructed, mulch/rip-rap applied, or other measures employed as necessary to control erosion. Hay bales, straw waddles or silt fence may also be installed to control erosion as needed. All disturbed areas will be seeded with a mix appropriate for the area unless specified otherwise by the landowner.

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: GRAVEL

Access topsoil source: ONSITE

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

Access surfacing type description:

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Push off and stockpile alongside the location.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: CULVERT,LOW WATER,OTHER

Drainage Control comments: To control and prevent potentially contaminated precipitation from leaving the pad site, a perimeter berm and settlement pond will be installed. Contaminated water will be removed from pond, stored in waste tanks, and disposed of at a state approved facility. Standing water or puddles will not be allowed. Drainage ditches would be established and maintained on the pad and along access roads to divert water away from operations. Natural drainage areas disturbed during construction would be re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured, and reclaimed to near original condition to re-establish natural drainage.

Road Drainage Control Structures (DCS) description: N/A

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

Cottonberry_20_Fed_1H_One_Mile_Radius_Existing_Wells_20180130095151.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description:

Production Facilities map:

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

Cottonberry_20_Fed_1H_Production_Facility_on_pad_20180130095442.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING,

Water source type: MUNICIPAL

SURFACE CASING **Describe type**:

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER RIGHT

Permit Number:

Source land ownership: FEDERAL

Water source transport method: PIPELINE, TRUCKING

Source transportation land ownership: FEDERAL

Water source volume (barrels): 5000 Source volume (acre-feet): 0.6444655

Source volume (gal): 210000

Water source and transportation map:

Cottonberry_20_Fed_1H_Drilling_Water_Route_20180130095520.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aguifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: The drilling and testing operations will be conducted on a watered and compacted native soil grade. Soft spots will be covered with scoria, free of large rocks (3" diameter). Upon completion as a commercial producer the location will be covered with scoria, free of large rocks (3" dia.) from an existing privately owned gravel pit. Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations

Amount of waste: 32500 pounds

Waste disposal frequency: Weekly Safe containment description: N/A

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Windmill Spraying Service hauls trash to Lea County Landfill

Waste type: DRILLING

Waste content description: Drilling Fluids, drill cuttings, water and other waste produced from the well during drilling

operations.

Amount of waste: 15000 barrels

Waste disposal frequency: Weekly Safe containment description: N/A

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Haul to R360 commercial Disposal

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

Cottonberry_20_Fed_1H_Wellsite_Layout_20180130095543.pdf

Comments:

Well Name: COTTONBERRY 20 FEDERAL Well Number: 1H

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: COTTONBERRY 20 FEDERAL

Multiple Well Pad Number: 1H & 5H

Recontouring attachment:

Cottonberry 20 Fed 1H Interim Reclaim 20180130095558.pdf

Drainage/Erosion control construction: To control and prevent potentially contaminated precipitation from leaving the pad site, a perimeter berm and settlement pond will be installed. Contaminated water will be removed from pond, stored in waste tanks, and disposed of at a state approved facility. Standing water or puddles will not be allowed. Drainage ditches would be established and maintained on the pad and along access roads to divert water away from operations. Natural drainage areas disturbed during construction would be re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured, and reclaimed to near original condition to re-establish natural drainage

Drainage/Erosion control reclamation: All disturbed and re-contoured areas would be reseeded according to specifications. Approved seed mixtures would be certified weed free and consist of grasses, forbs, or shrubs similar to the surrounding area. Compacted soil areas may need to be obliterated and reclaimed to near natural conditions by recontouring all slopes to facilitate and re-establish natural drainage

Well pad proposed disturbance

(acres): 4.768

Road proposed disturbance (acres):

4.448

Powerline proposed disturbance

(acres): 5.917

Pipeline proposed disturbance

(acres): 16.49

Other proposed disturbance (acres): 0

Total proposed disturbance: 31.623

Well pad interim reclamation (acres): Well pad long term disturbance

1.818

Road interim reclamation (acres): 0

Powerline interim reclamation (acres):

0

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 1.818

(acres): 2.95

Road long term disturbance (acres):

Powerline long term disturbance

(acres): 5.917

Pipeline long term disturbance

(acres): 16.49

Other long term disturbance (acres): 0

Total long term disturbance: 29.805

Disturbance Comments: SWD: 15353', Road: 6459', Power: 8592', Sales: 5691', Temp Fresh water line: 15894'

Reconstruction method: After well plugging, all disturbed areas would be returned to the original contour or a contour that blends with the surrounding landform including roads unless the surface owner requests that they be left intact. In consultation with the surface owners it will be determined if any gravel or similar materials used to reinforce an area are to be removed, buried, or left in place during final reclamation. Salvaged topsoil, if any, would be re-spread evenly over the surfaces to be re-vegetated. As necessary, the soil surface would be prepared to provide a seedbed for re-establishment of desirable vegetation. Site preparation may include gouging, scarifying, dozer track-walking, mulching, or fertilizing. Reclamation, Re-vegetation, and Drainage: All disturbed and re-contoured areas would be reseeded using techniques outlined under Phase I and II of this plan or as specified by the land owner. Approved seed mixtures would be certified weed free and consist of grasses, forbs, or shrubs similar to the surrounding area. Compacted soil areas may need to be obliterated and reclaimed to near natural conditions by re-contouring all slopes to facilitate and re-establish natural drainage. Topsoil redistribution: Salvaged topsoil, if any, would be re-spread evenly over the surfaces to be re-vegetated

Soil treatment: As necessary, the soil surface would be prepared to provide a seedbed for re-establishment of desirable vegetation. Site preparation may include gouging, scarifying, dozer track-walking, mulching or fertilizing. Existing Vegetation at the well pad: N/A

Existing Vegetation at the well pad attachment:

Operator Name: CIMAREX ENERGY COMPA	NY .
Well Name: COTTONBERRY 20 FEDERAL	Well Number: 1H
Existing Vegetation Community at the road:	
Existing Vegetation Community at the road a	
Existing Vegetation Community at the pipelin	
Existing Vegetation Community at the pipelin	ne attachment:
Existing Vegetation Community at other dist	urbances: N/A
Existing Vegetation Community at other dist	urbances attachment.
Non native seed used? NO	
Non native seed description:	
Seedling transplant description:	
Will seedlings be transplanted for this project	et? NO
Seedling transplant description attachment:	
Will seed be harvested for use in site reclam	ation? NO
Seed harvest description:	
Seed harvest description attachment:	
Seed Management	
Seed Table	
Seed type:	Seed source:
Seed name:	
Source name:	Source address:
Source phone:	
Seed cultivar:	

Seed Summary
Seed Type Pounds/Acre

Proposed seeding season:

Total pounds/Acre:

Seed reclamation attachment:

Seed use location:

PLS pounds per acre:

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

Operator Contact/Responsible Official Contact Info

First Name:

Last Name:

Phone:

Email:

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: N/A

Weed treatment plan attachment:

Monitoring plan description: N/A

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Well Name: COTTONBERRY 20 FEDERAL

Well Number: 1H

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS,287001 ROW - Water Facility,288100 ROW - O&G Pipeline,288101 ROW - O&G Facility Sites,288103 ROW - Salt Water Disposal Pipeline/Facility,288104 ROW - Salt Water Disposal ApIn/Fac-FLPMA,289001 ROW- O&G Well Pad,FLPMA (Powerline),Other

ROW Applications

SUPO Additional Information: The proposed routes for SWD, Road, Power & Sales are the same for the Cottonberry 20 Federal # 1H & 5H APD applications.

Use a previously conducted onsite? YES

Previous Onsite information: Onsite with BLM (Jeff Robertson) and Cimarex (Barry Hunt) on 1-04-17.

Other SUPO Attachment

Cottonberry_20_Fed_1H_Power_ROW_20180130100828.pdf

Cottonberry_20_Fed_1H_Public_Access_20180130100829.pdf

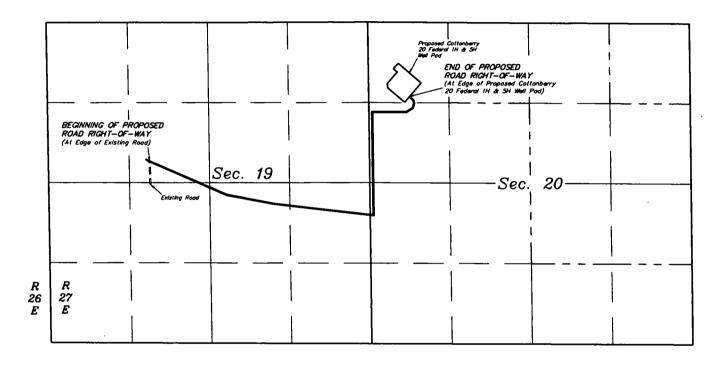
Cottonberry_20_Fed_1H_Road_Description_20180130100831.pdf

Cottonberry_20_Fed_1H_Sales_ROW_20180130100832.pdf

Cottonberry_20_Fed_1H_SWD_ROW_20180130100834.pdf

Cottonberry_20_Fed_1H_SUPO_20180130100833.pdf

Cottonberry_20_Fed_1H_Temp_Water_Route_20180130100835.pdf

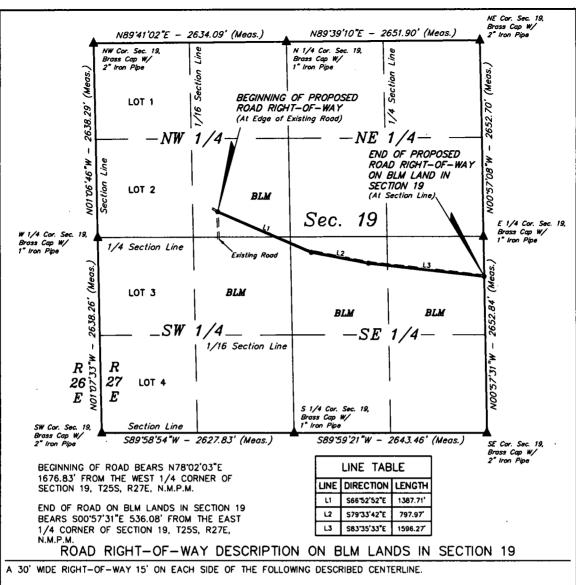


LEGEND:
PROPOSED ACCESS ROAD
SECTION LINE
1/4 SECTION LINE
1/16 SECTION LINE
PROPERTY LINE

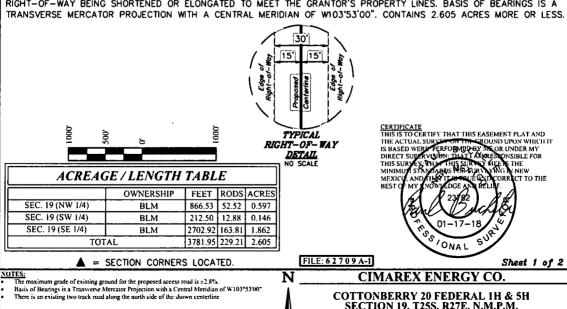
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COTTONBERRY 20 FEDERAL 1H & 5H
SECTIONS 19 & 20, T25S, R27E, N.M.P.M.
EDDY COUNTY, NEW MEXICO

SURVEYED BY	S.R., J.R.	12-21-17	SCALE
DRAWN BY	S.S.	01-11-17	NO SCALE
OVE	RALL ACCES	S ROAD	



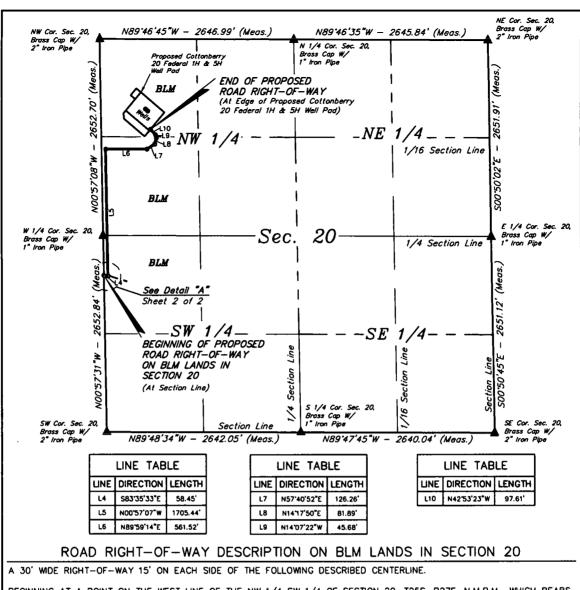
BEGINNING AT A POINT IN THE SE 1/4 NW 1/4 OF SECTION 19, T25S, R27E, N.M.P.M., WHICH BEARS N78'02'03"E 1676.83' FROM THE WEST 1/4 CORNER OF SAID SECTION 19, THENCE S66'52'52"E 1387.71'; THENCE S79'33'42"E 797.97'; THENCE S83'35'33"E 1596.27' TO A POINT ON THE EAST LINE OF THE NE 1/4 SE 1/4 OF SAID SECTION 19, WHICH BEARS S00'57'31"E 536.08' FROM THE EAST 1/4 CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A



UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017

COTTONBERRY 20 FEDERAL 1H & 5H SECTION 19, T25S, R27E, N.M.P.M. **EDDY COUNTY, NEW MEXICO**

SURVEYED BY SCALE 12-21-17 01-11-17 1" = 1000" DRAWN BY ACCESS ROAD R-O-W **EXHIBIT D**



BEGINNING AT A POINT ON THE WEST LINE OF THE NW 1/4 SW 1/4 OF SECTION 20, T25S, R27E, N.M.P.M., WHICH BEARS S00'57'31"E 536.08' FROM THE WEST 1/4 CORNER OF SAID SECTION 20, THENCE S83'35'33"E 58.45'; THENCE N00'57'07"W 1705.44'; THENCE N89'59'14"E 561.52'; THENCE N57'40'52"E 126.26'; THENCE N14'17'50"E 81.89'; THENCE N14'07'22"W 45.68'; THENCE N42'53'23"W 97.61' TO A POINT IN THE NW 1/4 NW 1/4 OF SAID SECTION 20, WHICH BEARS \$29'29'02"E 1409.38' FROM THE NORTHWEST CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 1.844 ACRES MORE OR LESS.

BEGINNING OF ROAD ON BLM LANDS IN SECTION 20 BEARS SO0'57'31"E 536.08' FROM THE WEST 1/4 CORNER OF SECTION 20, T25S, R27E, N.M.P.M.

END OF ROAD BEARS \$29'29'02"E 1409.38' FROM THE NORTHWEST CORNER OF SECTION 20, T25S, R27E, N.M.P.M.



ACREAGE / LENGTH TABLE							
OWNERSHIP FEET RODS ACRES							
SEC. 20 (SW 1/4)	BLM	600.83	36.41	0.414			
SEC. 20 (NW 1/4) BLM 2076.01 125.82 1.430							
TOTAL 2676.84 162.23 1.844							

TYPICAL RIGHT-OF-WAY DETAIL NO SCALE

CERTIFICATE
THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND
THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT
IS BASED WERP PERFORMED BY INFOR UNDER MY
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MEXICH AND HIS THAT THE CONTROL

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Sheet 1 of 2

ES:

The maximum grade of existing ground for the proposed access road is ±2.8%.

Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103*53'00'

NI C

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CIMAREX ENERGY CO.

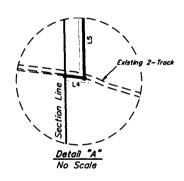
COTTONBERRY 20 FEDERAL 1H & 5H SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO





COTTONBERRY 20 FEDERAL 1H & 5H					
SECTION CORNER	LONGITUDE (NAD 83)				
NW COR. SEC. 20, T255, R27E	BRASS CAP WITH 2" IRON PIPE	N 32*07'21.89"	W 104*13'15.26"		
N 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32*07'21.87"	W 104*12'44.48"		
NE COR. SEC. 20, T25S, R27E	BRASS CAP WITH 2" IRON PIPE	N 32*07'21.85"	W 104*12'13.72"		
E 1/4 COR. SEC. 20, T255, R27E	BRASS CAP WITH 1" IRON PIPE	N 32*06'55.61"	W 104*12'13.18"		
SE COR. SEC. 20, T255, R27E	BRASS CAP WITH 2" IRON PIPE	N 32*06'29.39"	W 104*12'12.64"		
S 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32°06'29.40"	W 104*12'43.32"		
SW COR. SEC. 20, T25S, R27E	BRASS CAP WITH 2" IRON PIPE	N 32*06'29.41"	W 104°13'14.04"		
W 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32*06'55.65"	W 104*13'14.65"		

	CONTTONBERRY 20 FEDERAL 1H & 5H						
NUMBER	NUMBER STATION LATITUDE (NAD 83) L						
BEGIN	37+81.95	N 32*06'50.35"	W 104°13'14.53"				
1	38+40.40	N 32*06'50.29"	W 104*13'13.85"				
2	55+45.84	N 32*07'07.16"	W 104°13'14.24"				
3	61+07.35	N 32*07'07.17"	W 104°13'07.71"				
4	62+33.61	N 32*07'07.85"	W 104°13'06.48"				
5	63+15.50	N 32*07'08.63"	W 104°13'06.24"				
6	63+61.18	N 32*07'09.07"	W 104°13'06.37"				
END	64+58.79	N 32"07'09.77"	W 104°13'07.15"				



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CERTIFICATE
THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND
THE ACTUAL SURVEY OF THE CROUND UPON WHICH IT
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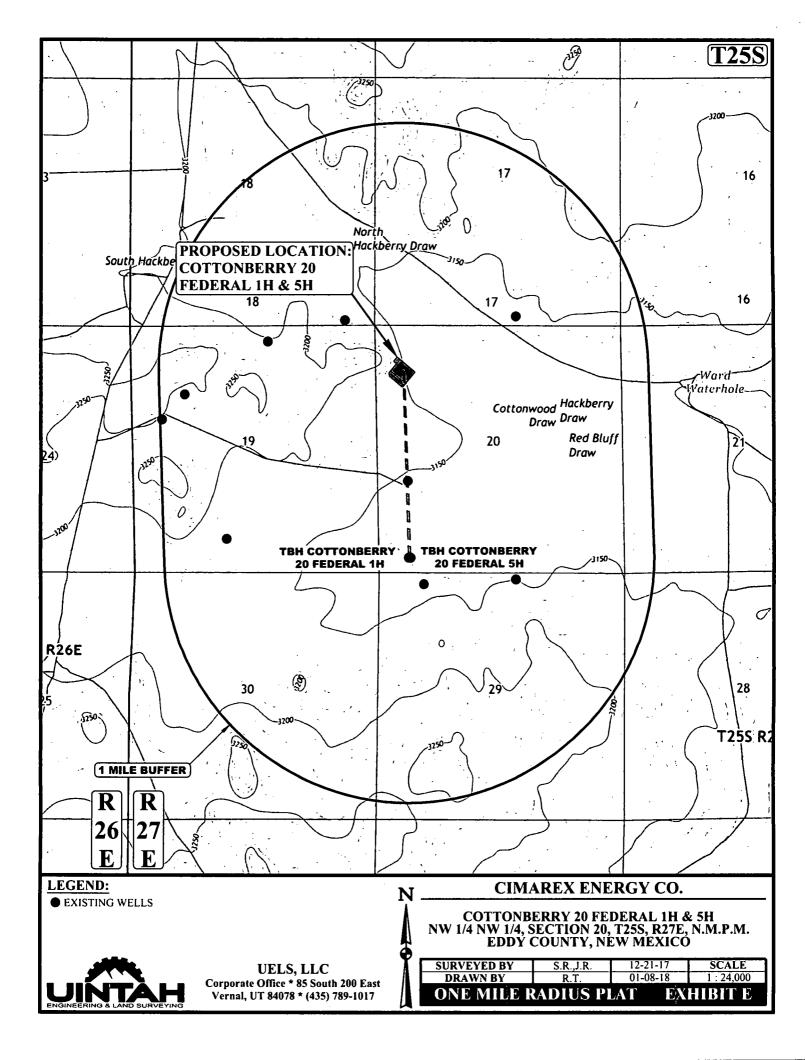
Sheet 2 of 2

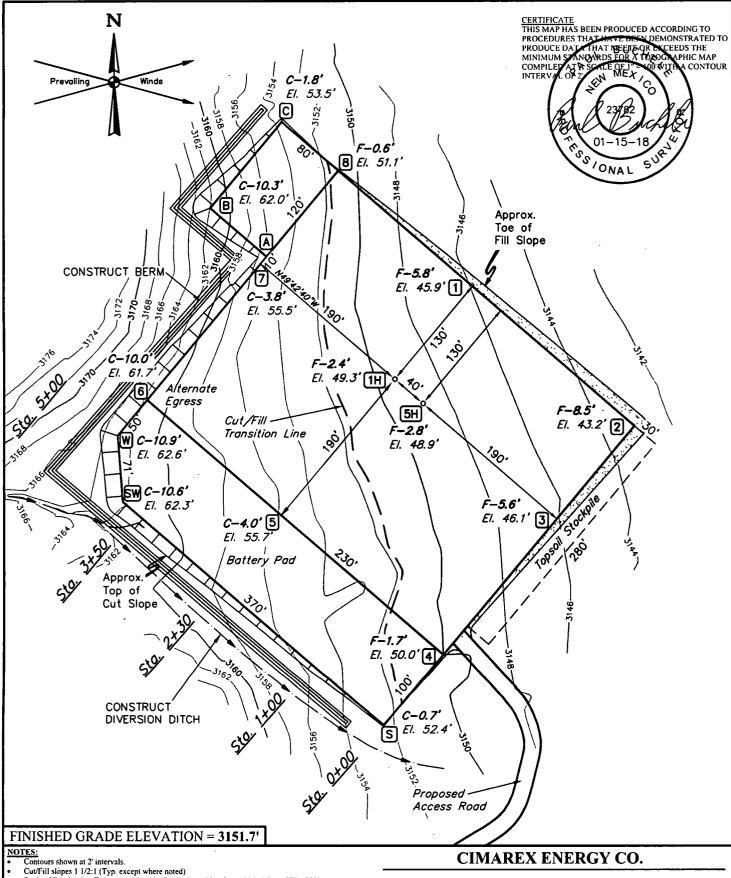
CIMAREX ENERGY CO.

COTTONBERRY 20 FEDERAL 1H & 5H SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO



SURVEYED BY	S.R., J.R.	12-21-17	SCALE
DRAWN BY	S.S.	01-11-17	N.A.
ACCESS	ROAD R.O.W	EVI	HIRIT D



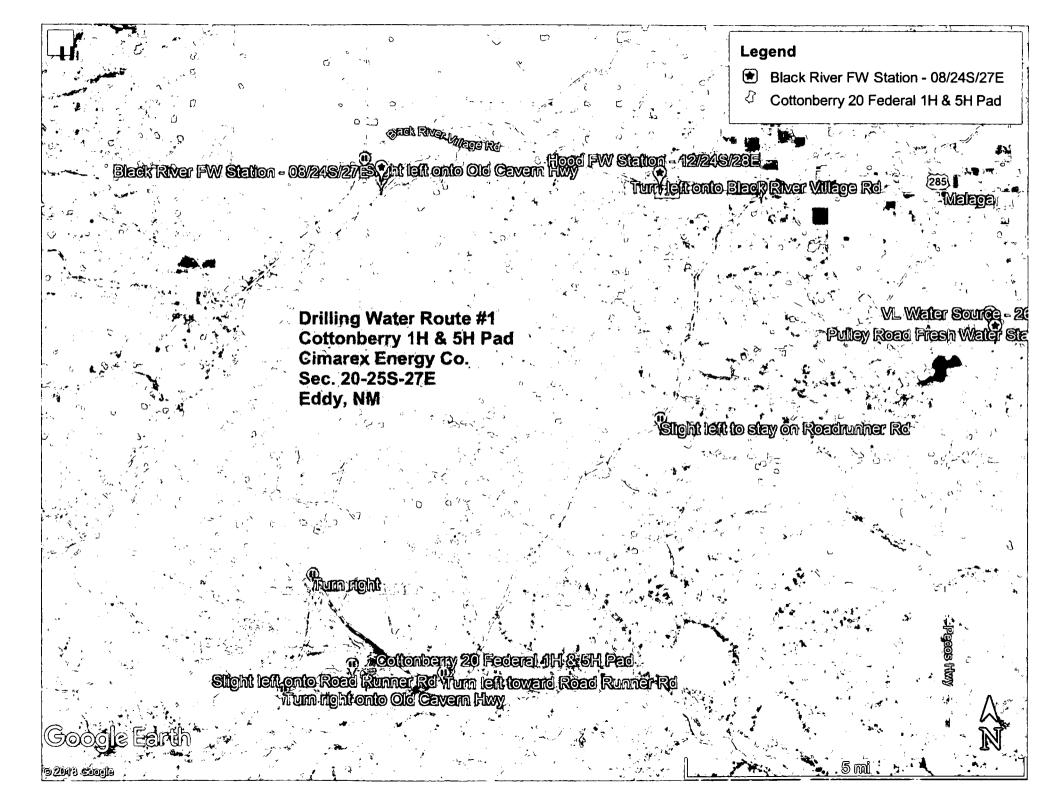


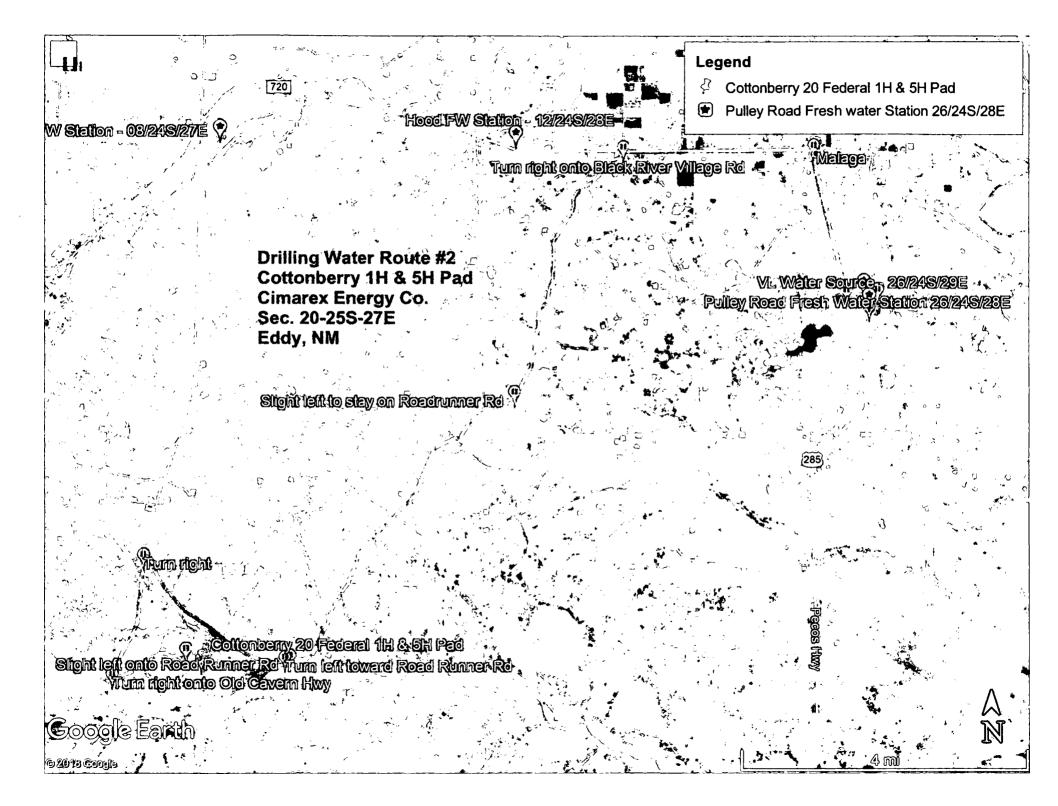
Basis of Bearing is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

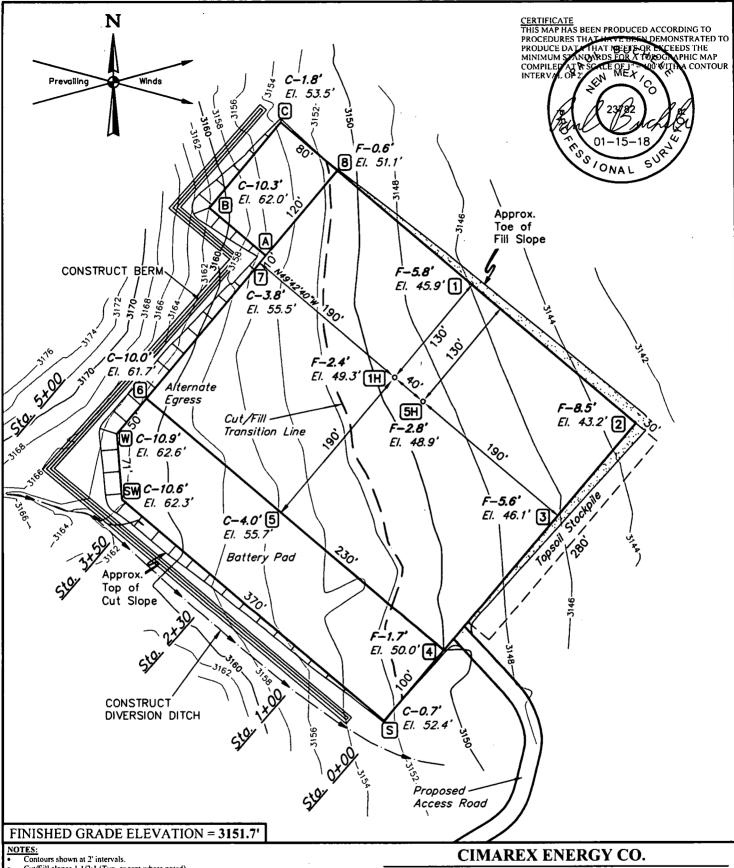


UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017 COTTONBERRY 20 FEDERAL 1H & 5H NW 1/4 NW 1/4, SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO

SURVEYED BY	S.R., J.R.	12-21-17	SCALE
DRAWN BY	V.L.D.	01-08-18	1" = 100'
BATTERY I	AYOUT	EXHIBIT	F







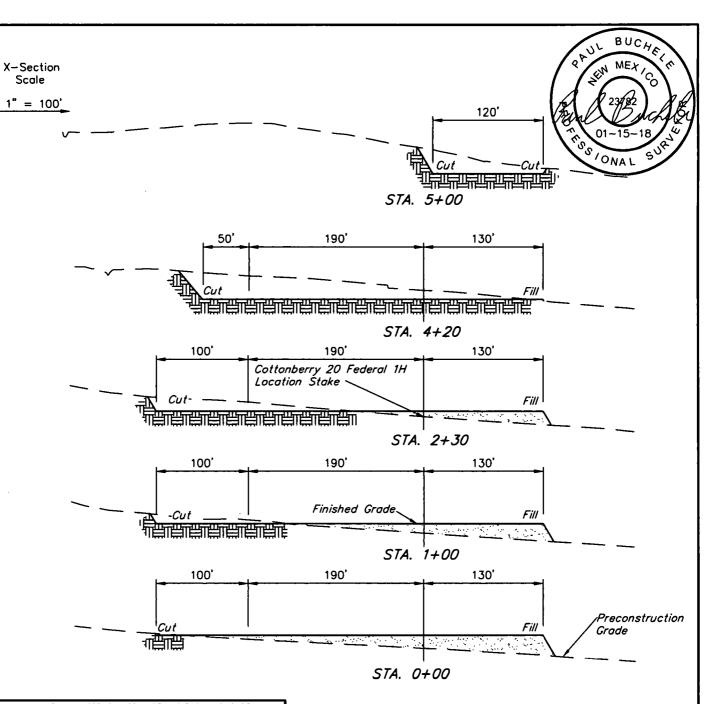
- Cut/Fill slopes 1 1/2:1 (Typ. except where noted)
 Basis of Bearing is a Transverse Mercator Projection with a Central Meridian of W103°53'00"



UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017

COTTONBERRY 20 FEDERAL 1H & 5H NW 1/4 NW 1/4, SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO

	SURVEYED BY	S.R., J.R.	12-21-17	SCALE
	DRAWN BY	V.L.D.	01-08-18	1" = 100'
1	LOCATI	ON LAYOUT	$\mathbf{E}\mathbf{X}$	HIBIT J



APPROXIMATE EARTHW	ORK QUANTITIES			
(4") TOPSOIL STRIPPING	2,531 Cu. Yds.			
REMAINING LOCATION	13,750 Cu. Yds.	APPROXIMATE SURFACE DISTURBAN	CE AREAS	
TOTAL CUT	16,281 Cu. Yds.		DISTANCE	ACRES
FILL	13,750 Cu. Yds.	WELL SITE DISTURBANCE	NA	±4.768
EXCESS MATERIAL	2,531 Cu. Yds.	30' WIDE ACCESS ROAD R-O-W DISTURBANCE	±6,458.79*	±4.448
TOPSOIL & PIT BACKFILL	2,531 Cu. Yds.	45' WIDE GAS PIPELINE R-O-W DISTURBANCE	±5,690.29'	±5.878
EXCESS UNBALANCE	0 Cu. Yds.	30' WIDE SWD FLOW LINE R-O-W DISTURBANCE	±15,352.86'	±10.574
(After Interim Rehabilitation)		30' WIDE POWER LINE R-O-W DISTURBANCE	±8,591.21'	±5.917
		TOTAL SURFACE USE AREA		±31.585

NOTES:

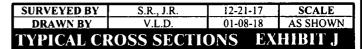
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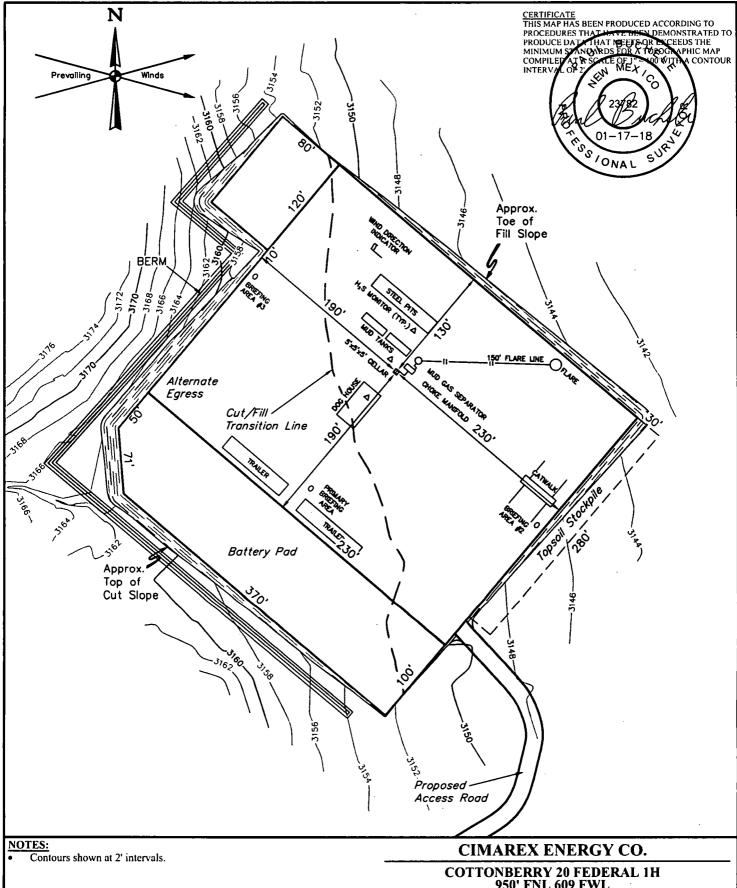
- Fill quantity includes 5% for compaction.
- Cut/Fill slopes 1 1/2:1 (Typ. except where noted)

CIMAREX ENERGY CO.

COTTONBERRY 20 FEDERAL 1H & 5H NW 1/4 NW 1/4, SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO







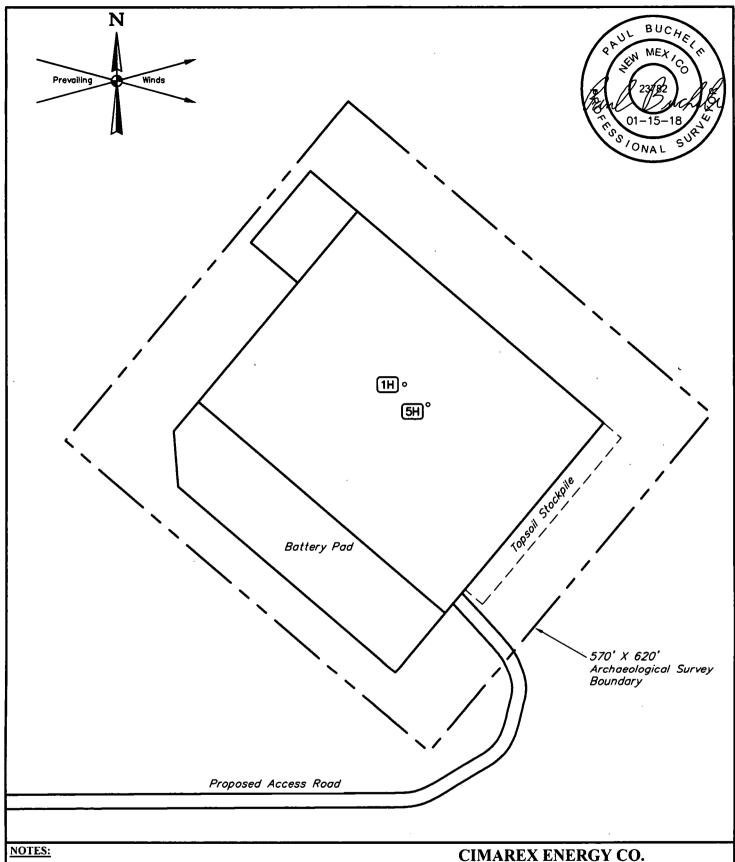
COTTONBERRY 20 FEDERAL 1H
950' FNL 609 FWL
NW 1/4 NW 1/4, SECTION 20, T25S, R27E, N.M.P.M.
EDDY COUNTY, NEW MEXICO

 SURVEYED BY
 S.R., J.R.
 12-21-17
 SCALE

 DRAWN BY
 V.L.D.
 01-08-18
 1" = 100"

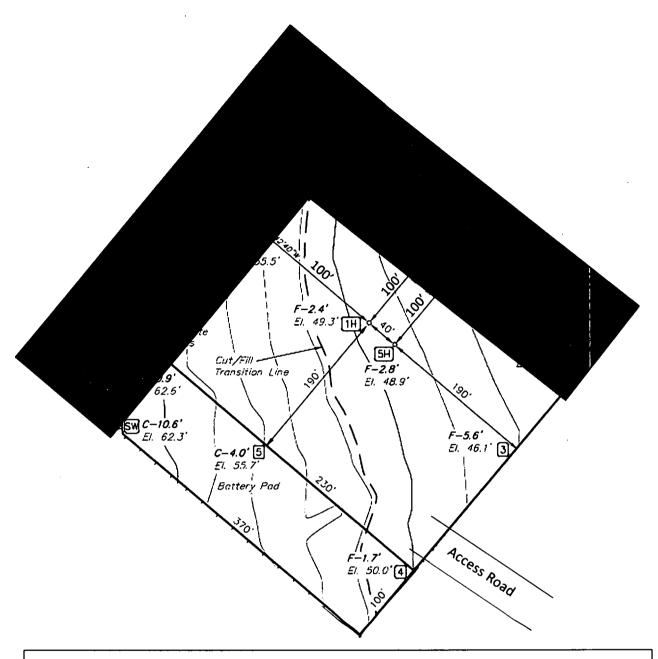
 TYPICAL RIG LAYOUT
 EXHIBIT K



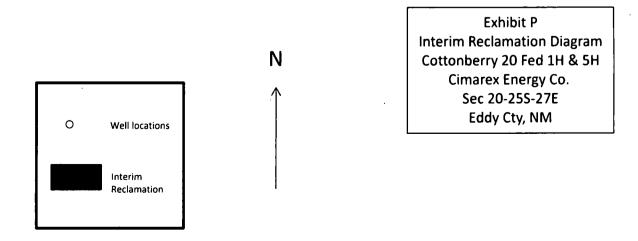


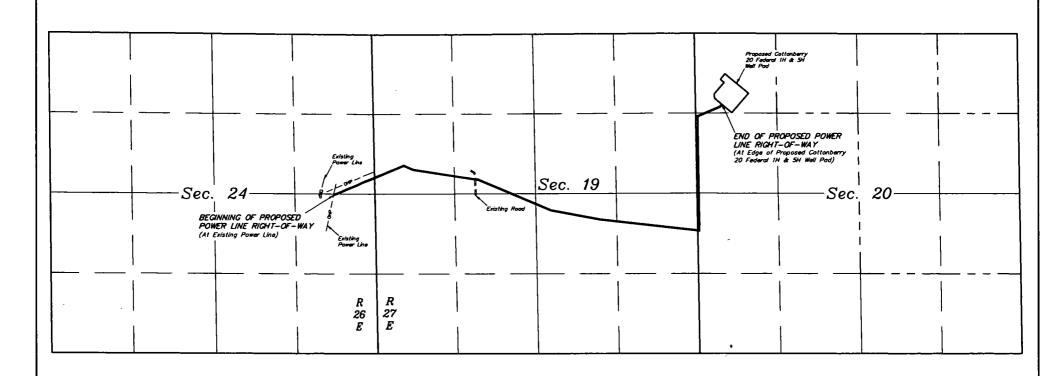
COTTONBERRY 20 FEDERAL 1H & 5H NW 1/4 NW 1/4, SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO





Pad will be reclaimed after cessation of drilling operations. Please see Surface Use Plan for pad reclamation plans.

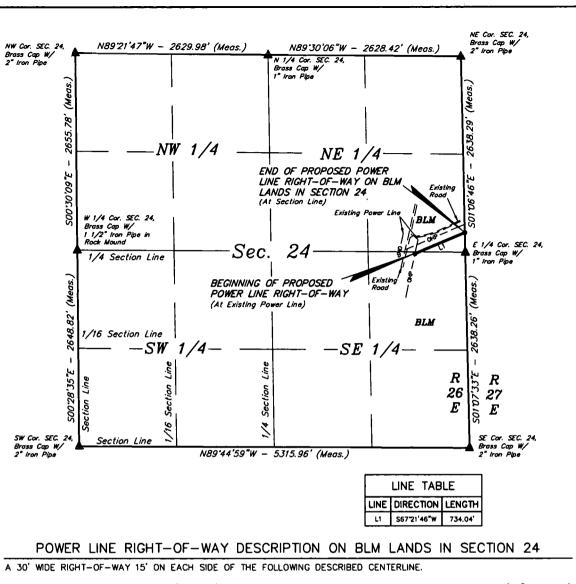




CIMAREX ENERGY CO.

COTTONBERRY 20 FEDERAL 1H & 5H
SECTION 24, T25S, R26E, N.M.P.M. &
SECTIONS 19 & 20, T25S, R27E, N.M.P.M.
EDDY COUNTY, NEW MEXICO

SURVEYED BY	S.R., J.R.	12-21-17	SCALE
DRAWN BY	S.S.	01-11-17	NO SCALE
OVI	ERALL POWE	R LINE	



BEGINNING AT A POINT IN THE NE 1/4 SW 1/4 OF SECTION 24, T25S, R26E, N.M.P.M., WHICH BEARS S8B'38'07"W 682.86' FROM THE EAST 1/4 CORNER OF SAID SECTION 24, THENCE N67'21'46"E 734.04' TO A POINT ON THE EAST LINE OF THE SE 1/4 NE 1/4 OF SAID SECTION 24, WHICH BEARS FROM THE EAST 1/4 CORNER OF SAID SECTION 24. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.506 ACRES MORE OR LESS.

BEGINNING OF POWER LINE BEARS S88'38'07"W 682.86' FROM THE EAST 1/4 CORNER OF SECTION 24, T25S, R26E, N M P M

END OF POWER LINE BEARS NO1'06'46"W 266.32' FROM THE EAST 1/4 CORNER OF SECTION 24, T25S, R26E, N.M.P.M.



ACREAC	ACREAGE / LENGTH TABLE						
	OWNERSHIP FEET RODS ACRE						
SEC. 24 (SE 1/4)	BLM	52.91	3.21	0.036			
SEC. 24 (NE 1/4)	SEC. 24 (NE 1/4) BLM 681.13 4						
TOT	TOTAL 734.04 44.49 0.506						

= SECTION CORNERS LOCATED

TYPICAL RIGHT-OF-WAY DETAIL

CRITIFICATE
THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND
THE ACTUAL SURVEY ON THE GOUND UPON WHICH IT
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Sheet 1 of 2

NOTES:

Basis of Bearings is a Transverse Mercutor Projection with a Central Meridian of W103*5300*

CIMAREX ENERGY CO.

COTTONBERRY 20 FEDERAL 1H & 5H SECTION 24, T25S, R26E, N.M.P.M. EDDY COUNTY, NEW MEXICO

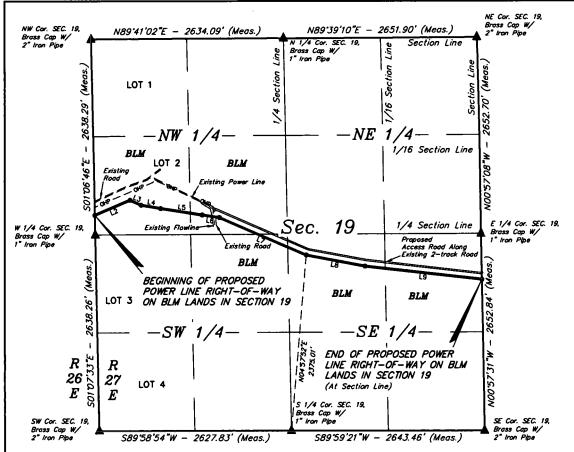
 SURVEYED BY
 S.R., J.R.
 12-21-17
 SCALE

 DRAWN BY
 S.S.
 01-11-17
 1" = 1000'

 POWER LINE R-O-W
 EXHIBIT I







BEGINNING OF POWER LINE ON BLM LANDS IN SECTION 19 BEARS NO1'06'46"W 266.32' FROM THE WEST 1/4 CORNER OF SECTION 19, T25S, R27E, N.M.P.M.

END OF POWER LINE ON BLM LANDS IN SECTION 19 BEARS S00°57'31"E 616.78' FROM THE EAST 1/4 CORNER OF SECTION 19, T25S, R27E, N.M.P.M.

LINE TABLE				LINE TAB	LE
LINE	DIRECTION	LENGTH	LINE	DIRECTION	LENGTH
L2	N6779'59"E	522.84	L6	S81'46'36"E	237.50
L3	S66"28'46"E	164.55	L7	S66'52'47"E	1289.98
L4	S8014'54"E	270.94	L8	S79"25'24"E	815.62
L5	S81"20"58"E	575.12'	L9	S83'35'08"E	1612.21

12-21-17

01-11-17

SCALE

EXHIBIT I

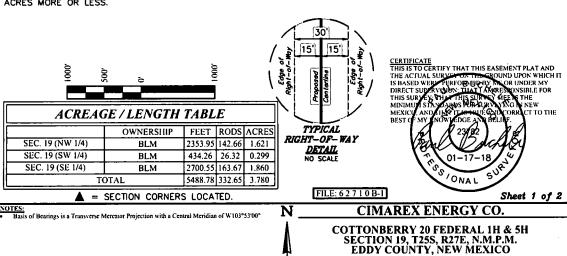
POWER LINE RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SECTION 19

A 30' WIDE RIGHT-OF-WAY 15' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

UELS, LLC Corporate Office * 85 South 200 East

Vernal, UT 84078 * (435) 789-1017

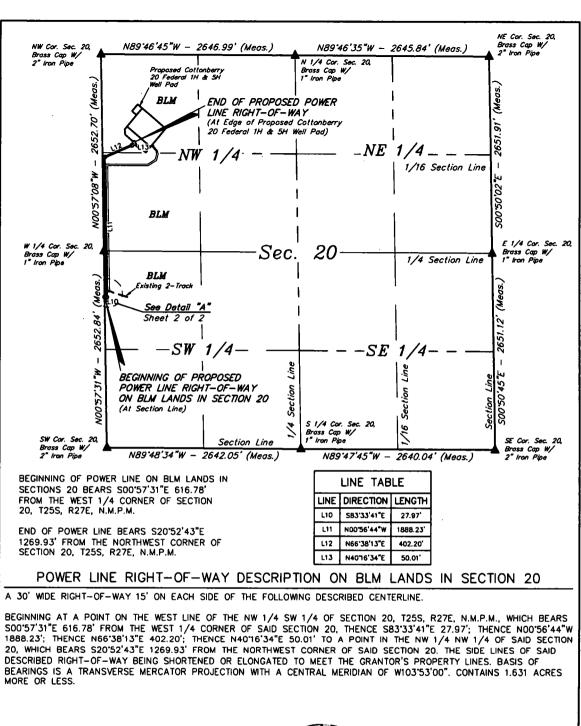
BEGINNING AT A POINT ON THE WEST LINE OF LOT 2 OF SECTION 19, T25S, R27E, N.M.P.M., WHICH BEARS NO1'06'46"W 266.32' FROM THE WEST 1/4 CORNER OF SAID SECTION 19, THENCE N67'19'59"E 522.84'; THENCE S66'28'46"E 164.55'; THENCE S80'14'54"E 270.94'; THENCE S81'20'58"E 575.12'; THENCE S81'46'36"E 237.50'; THENCE S66'52'47"E 1289.98'; THENCE S79'25'24"E 815.62'; THENCE S83'35'08"E 1612.21' TO A POINT ON THE EAST LINE OF THE NE 1/4 SE 1/4 OF SAID SECTION 19, WHICH BEARS S00'57'31"E 616.78' FROM THE EAST 1/4 CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 3.780 ACRES MORE OR LESS.

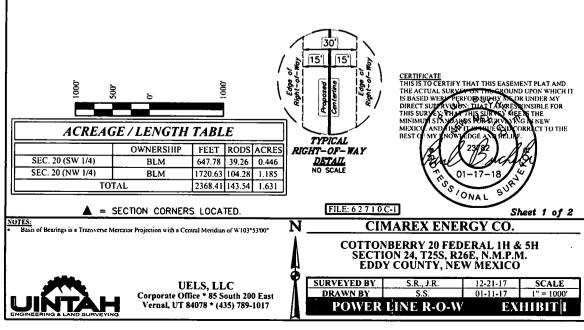


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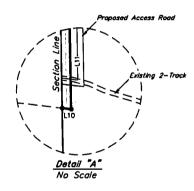
POWER LINE R-O-W





COTTONBERRY 20 FEDERAL 1H & 5H			
SECTION CORNER	DESCRIPTION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)
NW COR. SEC. 20, T25S, R27E	BRASS CAP WITH 2" IRON PIPE	N 32°07'21.89"	W 104°13'15.26"
N 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32*07'21.87"	W 104°12'44.48"
NE COR. SEC. 20, T25S, R27E	BRASS CAP WITH 2" IRON PIPE	N 32*07'21.85"	W 104*12'13.72"
E 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32*06'55.61"	W 104°12'13.18"
SE COR. SEC. 20, T25S, R27E	BRASS CAP WITH 2" IRON PIPE	N 32*06'29.39"	W 104°12'12.64"
S 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32°06'29.40"	W 104°12'43.32"
SW COR. SEC. 20, T25S, R27E	BRASS CAP WITH 2" IRON PIPE	N 32°06'29.41"	W 104*13'14.04"
W 1/4 COR. SEC. 20, T25S, R27E	BRASS CAP WITH 1" IRON PIPE	N 32*06'55.65"	W 104°13'14.65"

	CONTTONBERRY 20 FEDERAL 1H & 5H			
NUMBER	STATION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)	
BEGIN	62+22.80	N 32*06'49.55"	W 104°13'14.51"	
1	62+50.77	N 32*06'49.52"	W 104*13'14.18"	
2	81+39.00	N 32*07'08.20"	W 104*13'14.61"	
3	85+41.20	N 32*07'09.79"	W 104*13'10.33"	
END	85+91.21	N 32*07'10.17"	W 104*13'09.95"	



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Sheet 2 of 2

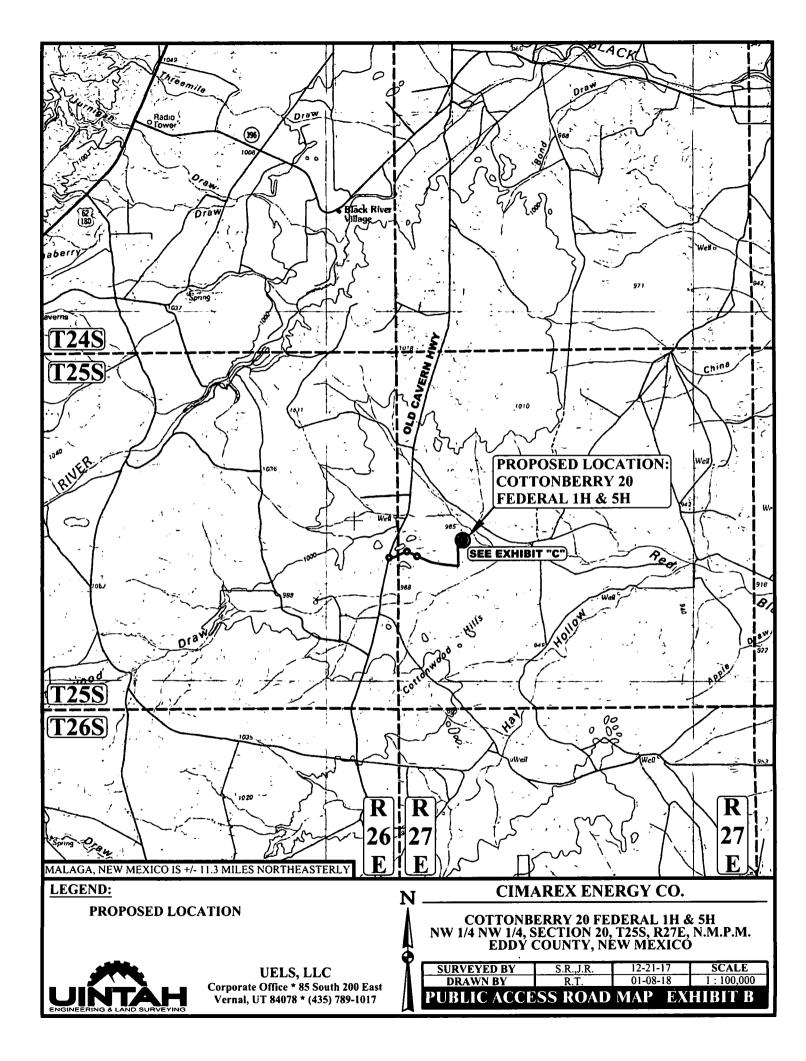
CIMAREX ENERGY CO.

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COTTONBERRY 20 FEDERAL 1H & 5H SECTION 24, T25S, R26E, N.M.P.M. EDDY COUNTY, NEW MEXICO



SURVEYED BY	S.R., J.R.	12-21-17	SCALE
DRAWN BY	S.S.	01-11-17	1" = 1000'
POWER	LINE R-O-W	EX	HIBIT I



BEGINNING AT THE INTERSECTION OF OLD CAVERN HIGHWAY AND AN EXISTING ROAD TO THE NORTHEAST (LOCATED AT NAD83 LATITUDE N32.1159 AND LONGITUDE W104.2402) PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE PROPOSED ROAD TO THE SOUTHEAST; FOLLOW THE ROAD FLAGS IN A SOUTHEASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 6,459' TO THE PROPOSED LOCATION

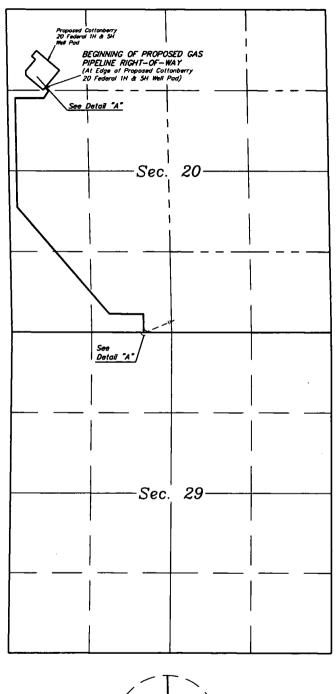
TOTAL DISTANCE FROM THE INTERSECTION OF OLD CAVERN HIGHWAY AND AN EXISTING ROAD TO THE NORTHEAST (LOCATED AT NAD83 LATITUDE N32.1159 AND LONGITUDE W104.2402) TO THE PROPOSED LOCATION IS APPROXIMATELY 1.7 MILES.

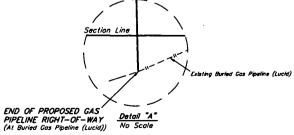
CIMAREX ENERGY CO.

COTTONBERRY 20 FEDERAL 1H & 5H NW 1/4 NW 1/4, SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO



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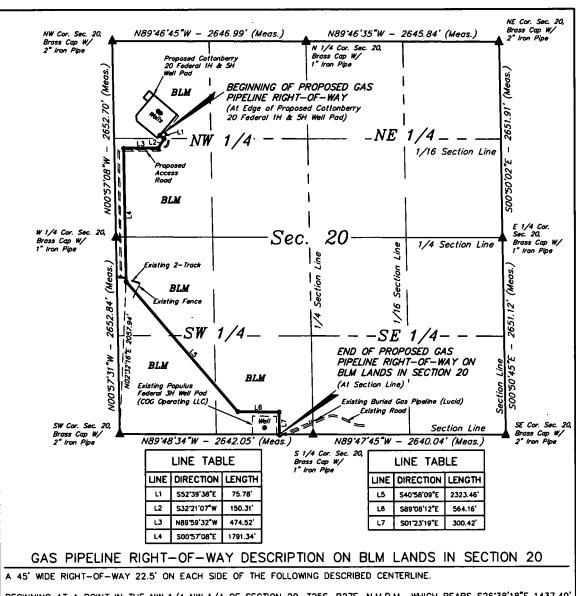
PROPOSED GAS PIPELINE
SECTION UNE
1/4 SECTION LINE
1/16 SECTION LINE
PROPERTY LINE



CIMAREX ENERGY CO.

COTTONBERRY 20 FEDERAL 1H & 5H SECTIONS 20 & 29, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO

SURVEYED BY	S.R., J.R.	12-21-17	SCALE
DRAWN BY	S.S.	01-11-17	NO SCALE
OVERALL GAS PIPELINE			



BEGINNING AT A POINT IN THE NW 1/4 NW 1/4 OF SECTION 20, T25S, R27E, N.M.P.M., WHICH BEARS S26'38'18"E 1437.49' FROM THE NORTHWEST CORNER OF SAID SECTION 20, THENCE S52'39'38"E 75.78'; THENCE S32'21'07"W 150.31'; THENCE N89'59'32"W 474.52'; THENCE S00'57'08"E 1791.34'; THENCE S40'58'09"E 2323.46'; THENCE S89'08'12"E 564.16'; THENCE S01'23'19"E 300.42' TO A POINT ON THE SOUTH LINE OF THE SE 1/4 SW 1/4 OF SAID SECTION 20, WHICH BEARS N89'48'34"W 456.15' FROM THE SOUTH 1/4 CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 5.868 ACRES MORE OR LESS.

BEGINNING OF GAS PIPELINE BEARS \$26'38'18"E 1437.49' FROM THE NORTHWEST CORNER OF SECTION 20, T25S, R27E, N.M.P.M.

END OF GAS PIPELINE ON BLM LANDS IN SECTION 20 BEARS N89'48'34"W 456.15' FROM THE SOUTH 1/4 CORNER OF SECTION 20, T25S, R27E, N.M.P.M.



ACREAGE / LENGTH TABLE				
	OWNERSHIP	FEET	RODS	ACRES
SEC. 20 (NW 1/4)	BLM	1895.79	114.90	1.958
SEC. 20 (SW 1/4)	BLM	3784.21	229.35	3.909
TOTAL		5680.00	344.24	5.868

TYPICAL RIGHT-OF-WAY DETAIL

CERTIFICATE
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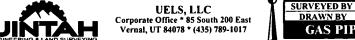
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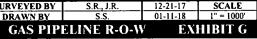
= SECTION CORNERS LOCATED. NOTES:

Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103*53'00*

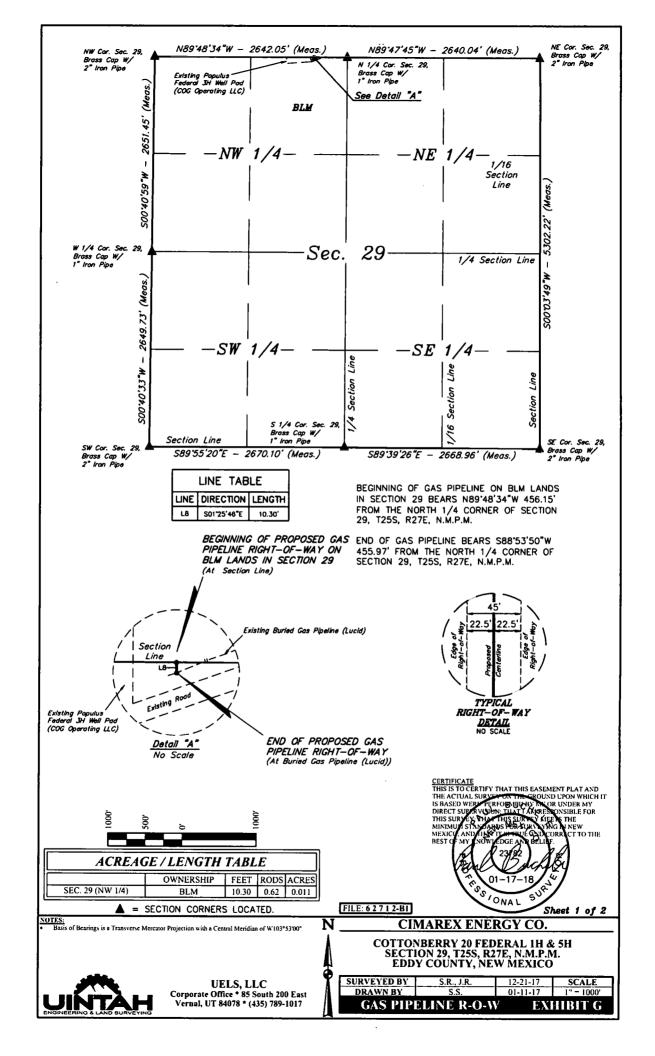
CIMAREX ENERGY CO.

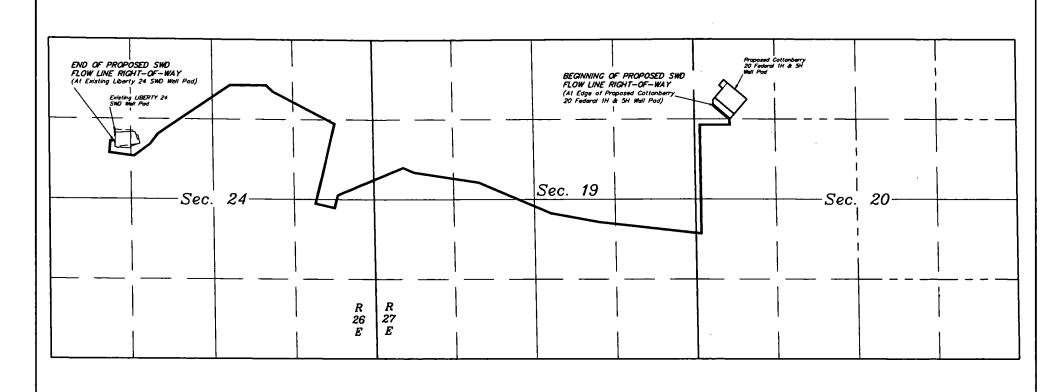
COTTONBERRY 20 FEDERAL 1H & 5H SECTION 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO











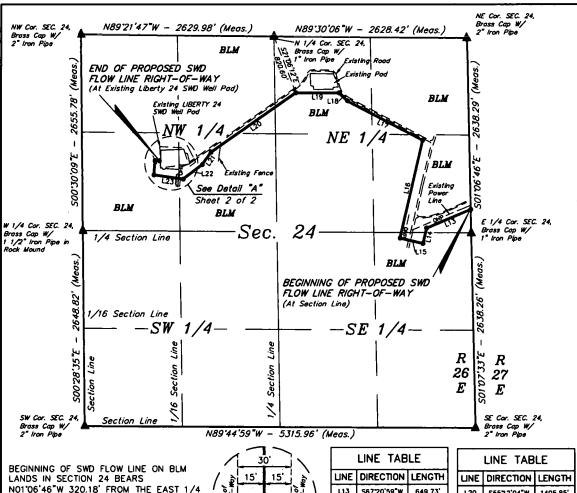
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1/16 SECTION LINE
PROPERTY LINE

COTTONREDRY 20 FEDERAL 1H A

COTTONBERRY 20 FEDERAL 1H & 5H SECTION 24, T25S, R26E, N.M.P.M. & SECTIONS 19 & 20, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO

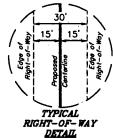
r	SURVEYED BY	S.R., J.R.	12-21-17	SCALE
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OVERALL SWD FLOW LINE



NO1"06'46"W 320.18' FROM THE EAST 1/4 CORNER OF SECTION 24, T25S, R26E, N.M.P.M.

END OF SWD FLOW LINE BEARS N47'52'18"E 1405.82' FROM THE WEST 1/4 CORNER OF SECTION 24, T25S, R27E, N.M.P.M.



LINE TABLE		
LINE	DIRECTION	LENGTH
L13	S67"20'59"W	649.73
L14	S1313'38"W	215.63
L15	N76'48'10"W	319.99'
L16	N1372'25"E	1355.12
L17	N62"26"53"W	1154.48'
L18	N46'40'15"W	155.93'
L19	N89'49'45"W	590.03

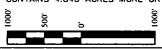
LINE TABLE		
DIRECTION	LENGTH	
S5572'04"W	1405.85	
S35"54'30"W	204.33'	
S52'47'07"W	328.44	
N81"51'06"W	401.52	
N04"31"46"E	195.07	
S877707E	58.60'	
	DIRECTION \$5572'04"W \$35'54'30"W \$52'47'07"W N81'51'06"W N04'31'46"E	

SWD FLOW LINE RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SECTION 24

A 30' WIDE RIGHT-OF-WAY 15' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT ON THE EAST LINE OF THE SE 1/4 NE 1/4 OF SECTION 24, T25S, R26E, N.M.P.M., WHICH BEARS BEGINNING AT A POINT ON THE EAST LINE OF THE SE 1/4 NE 1/4 OF SECTION 24, 1255, R26E, N.M.P.M., WHICH BEARS NOT'06'46"W 320.18' FROM THE EAST 1/4 CORNER OF SAID SECTION 24, THENCE S67'20'59"W 649.73'; THENCE S13'13'38"W 215.63'; THENCE N76'48'10"W 319.99'; THENCE N13'12'25"E 1355.12'; THENCE N62'26'53"W 1154.48'; THENCE N46'40'15"W 155.93'; THENCE N89'49'45"W 590.03'; THENCE S55'12'04"W 1405.85'; THENCE S35'54'30"W 204.33'; THENCE S52'47'07"W 328.44'; THENCE N81'51'06"W 401.52'; THENCE N04'31'46"E 195.07'; THENCE S87'17'07"E 58.60' TO A POINT IN THE SW 1/4 NW 1/4 OF SAID SECTION 24, WHICH BEARS N47'52'18"E 1405.82' FROM THE WEST 1/4 CORNER OF SAID SECTION 24. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 4.845 ACRES MORE OR LESS.

N



ACREAGE / LENGTH TABLE				
	OWNERSHIP	FEET	RODS	ACRES
SEC. 24 (NE 1/4)	BLM	4241.40	257.05	2.921
SEC. 24 (SE 1/4)	BLM	543.02	32.91	0.374
SEC. 24 (NW 1/4)	BLM	2250.28	136.38	1.550
TO	TAL	7034.70	426.35	4.845

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= SECTION CORNERS LOCATED.

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Sheet 1 of 2

NOTES:

Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103*53'00*

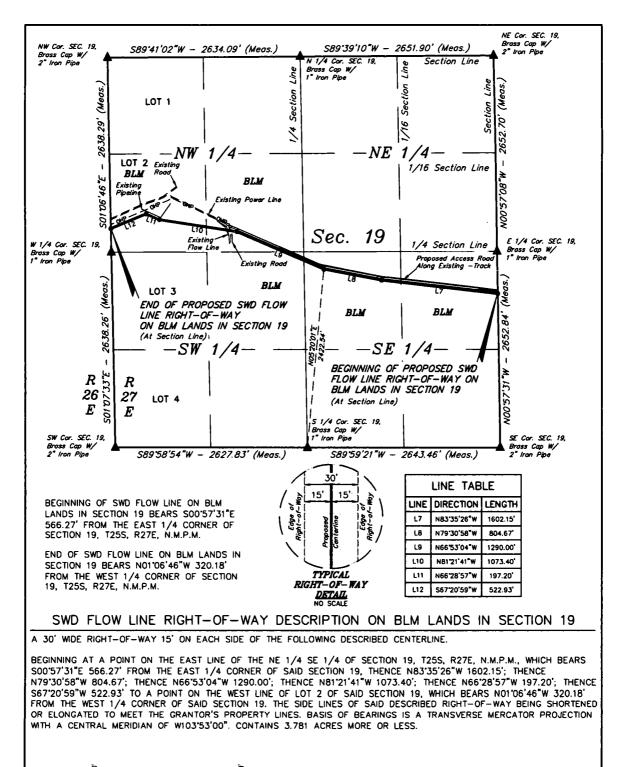
COTTONBERRY 20 FEDERAL 1H & 5H SECTION 24, T25S, R26E, N.M.P.M. EDDY COUNTY, NEW MEXICO

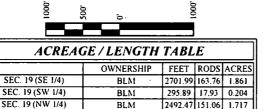
UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017

SURVEYED BY 12-21-17 SCALE DRAWN BY 01-11-17 1" = 1000EXHIBIT H

CIMAREX ENERGY CO.

SWD FLOWLINE R-O-W





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Sheet 1 of 2

▲ = SECTION CORNERS LOCATED.

CIMAREX ENERGY CO.

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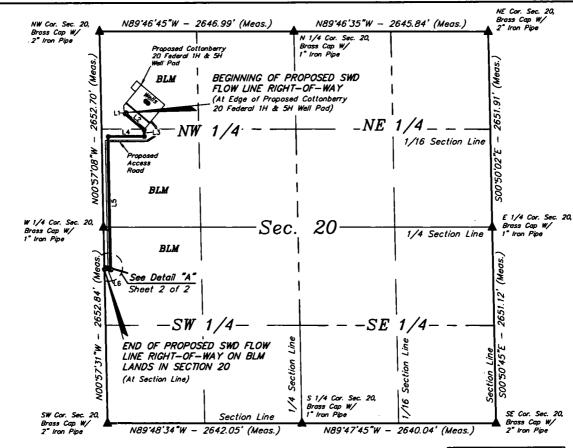
COTTONBERRY 20 FEDERAL 1H & 5H SECTION 19, T25S, R27E, N.M.P.M. EDDY COUNTY, NEW MEXICO

SURVEYED BY SCALE S.R., J.R. 12-21-17 DRAWN BY 01-11-17SWD FLOWLINE R-O-W EXHIBIT H





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BEGINNING OF SWD FLOW LINE BEARS \$17'54'40"E 1162.29' FROM THE NORTHWEST CORNER OF SECTION 20, T25S, R27E, N.M.P.M.

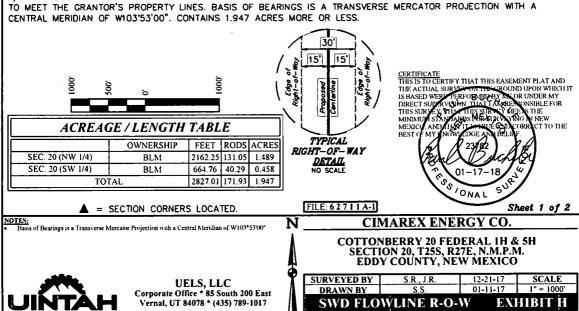
END OF SWD FLOW LINE ON BLM LANDS IN SECTION 20 BEARS SO0'57'31"E 566.27' FROM THE WEST 1/4 CORNER OF SECTION 20., T25S, R27E, N.M.P.M.

LINE TABLE		
LINE	DIRECTION	LENGTH
L1	S40'30'43"W	19.93"
L2	549'42'11"E	334.55
L3	502°52'13"E	88.83' .
L4	S89 59'07"W	492.43
L5	S00"57"38"E	1802.37
L6	N83'35'26"W	88.90'

SWD FLOW LINE RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SECTION 20

A 30' WIDE RIGHT-OF-WAY 15' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT IN THE NW 1/4 NW 1/4 OF SECTION 20, T25S, R27E, N.M.P.M., WHICH BEARS S17'54'40"E 1162.29' FROM THE NORTHWEST CORNER OF SAID SECTION 20, THENCE S40'30'43"W 19.93'; THENCE S49'42'11"E 334.55'; THENCE S02'52'13"E 88.83'; THENCE S89'59'07"W 492.43'; THENCE S00'57'38"E 1802.37'; THENCE N83'35'26"W 88.90' TO A POINT ON THE WEST LINE OF THE NW 1/4 SW 1/4 OF SAID SECTION 20, WHICH BEARS S00'57'31"E 566.27' FROM THE WEST 1/4 CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF WI03'53'00" CONTAINS 1 947 ACRES MORE OR LESS.



Upon approval of the Application for Permit to Drill (APD) the following surface use plan of operations will be followed and carried out. The surface use plan outlines the proposed surface disturbance. If any other disturbance is needed after the APD is approved, a BLM sundry notice or right of way application will be submitted for approval prior to any additional surface disturbance.

Existing Roads

- Directions to location Exhibit A.
- Public access route Exhibit B.
- Existing access road for the proposed project. Please see Exhibit B and C.
- Cimarex Energy will:
 - o Improve and/or maintain existing road(s) condition the same as or better than before the operations began.
 - o Provide plans for improvement and /or maintenance of existing roads if requested.
 - Repair or replace damaged or deteriorated structures as needed. Including cattle guards and culverts.
 - Prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or other events
 - Obtain written BLM approval prior to the application of surfactants, binding agents, or other dust suppression chemicals on the roadways.
- The maximum width of the driving surface will be 18'. The road will be crowned and ditched with a 2% slope from the tip of the crown to the edge of the driving surface. The ditches will be 1' deep with 3:1 slopes. The driving surface will be made of 6" rolled and compacted caliche.

New or Reconstructed Access Roads

Cimarex Energy plans to construct a new off-lease access road

- Length: 6459'
- Width: 30'
- Road Plat Exhibit D.
- A ROW will be submitted to the BLM for approval.
- Cimarex Energy will complete improvements to the driving surface as needed.
- The maximum width of the driving surface for all roads above will be 18'.
- The road will be crowned and ditched with a 2% slope from the tip of the crown to the edge of the driving surface.
- The ditches will be 1' deep with 3:1 slopes.
- The driving surface will be made of 6" rolled and compacted caliche.
- Cimarex Energy will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or other events.

Well Radius Map

Please see Exhibit E for wells within one mile or proposed well SHL and BHL.

Proposed or Existing Production Facility

A new facility will be constructed for this project if the well is productive.

Cottonberry 20 Fed 1H & 5H - Exhibit F

Gas Pipeline Specifications

- Cimarex plans to construct an off-lease gas pipeline to service this battery location.
- Please see Exhibit G for proposed pipeline route.
- Three pipelines: 12" LP Steel, 8" HP Steel, 4" HP Steel.
- Pipeline Length: 5,691'. Pipeline Width: 45'.
- Pipeline will be buried and will require a construction width of 75'.
- MAOP: 1,440psi.
- Anticipated working pressure: 12": 300psi; 8" & 4": 1100 psi.
- A ROW application will be submitted to the BLM for the proposed route.

Salt Water Disposal Specifications

- Cimarex plans to construct an off-lease SWD pipeline to service this battery location.
- Please see Exhibit H for proposed pipeline route.
- Two pipelines: 4" Surface poly & 12" Buried poly. Both pipelines follow the same route.
- Length: 15,353'.
- MAOP: 4" line: 120psi; 12" line: 150psi.
- Anticipated working pressure: 4" line: 110psi; 12": 225 psi.
- A ROW application will be submitted to the BLM for the proposed route.

Power Lines

- Cimarex plans to construct an off-lease power line to service the Cottonberry 20 Fed 1H & 5H.
- Overhead power line from an existing power source located in the E/2 of Sec 24-25S-26E.
- Length: 8,592'.
- Poles: 31
- Specifications: 480 volt, 4 wire, 3 phase.
- Please see Exhibit I for proposed route.
- A ROW application will be submitted to the BLM for the proposed route.

Well Site Location

- Proposed well pad/location layout Exhibit J.
- Proposed Rig layout Exhibit K
 - The rig layout, including V-door and flare line may change depending on rig availability. The pad dimensions and orientation will remain the same. No additional disturbance is anticipated if a rig layout change is necessary to accommodate the drilling rig. If additional disturbance is required a sundry notice will be submitted to the BLM for approval.
 - o Mud pits in the closed circulation system will be steel pits and the cuttings will be stored in the steel containment pits.
 - Cuttings will be stored in steel pits until they are hauled to a state-approved disposal facility.
- Archeological boundary Exhibit L
- Multi well pad: Cottonberry 20 Federal 5H
- Pad Size: 420x420
- Construction Material
 - o If possible, native caliche will be obtained from the excavation of drill site. The primary way of obtaining caliche will be by "turning over" the location. This means caliche will be obtained from the actual well site. A caliche permit will be obtained from BLM prior to pushing up any caliche. 2,400 cu yds is the max amount of caliche needed for pad and roads. Amount will vary for each pad. The procedure below has been approved by BLM personnel:
 - The top 6 inches of topsoil is pushed off and stockpiled along the side of the location.
 - An approximate 120' x 120' area is used within the proposed well site to remove caliche.
 - Subsoil is removed and piled alongside the 120' x 120' area within the pad site.
 - When caliche is found, material will be stockpiled within the pad site to build the location and road.
 - Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road.
 - Once well is drilled, the stockpiled top soil will be used for interim reclamation and spread along areas
 where caliche is picked up and the location size is reduced. Neither caliche nor subsoil will be stockpiled
 outside of the well pad. Topsoil will be stockpiled along the edge of the pad as depicted in Exhibit J Layout
 Diagram.
 - In the event that no caliche is found onsite, caliche will be hauled in from BLM-approved caliche pit in Sec. 15-25S-27E or Sec 9-26S-27E.
 - Mud pits in the closed circulation system will be steel pits and the cuttings will be stored in steel containment pits.
- Cuttings will be stored in steel pits until they are hauled to a state-approved disposal facility.
- If the well is a producer, those areas of the location not essential to production facilities will be reclaimed and seeded per BLM requirements. Exhibit P: Interim Reclamation Diagram.
- There are no known dwellings within 1.5 miles of this location.

Flowlines and Gas Lift Pipelines

Due to the battery being on pad no flowlines or Gas lift lines are needed.

Water Resources

- A temporary surface fresh water pipeline(s) will be utilized for this project.
- Cimarex plans to lay the fresh water surface pipeline(s) prior to commencement of the stimulation job.
- 10" lay-flat surface pipeline.
- The surface pipeline(s) will follow the road from a frac pit to the well.
- Length: 15,894'.
- Operating pressure: <140 psi.
- Fresh water will be purchased from a 3rd party.
- Please see Exhibit O for proposed route.

Methods of Handling Waste

- Drilling fluids, produced oil, and water from the well during drilling and completion operations will be stored safely and disposed of properly in a NMOCD approved disposal facility.
- Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly at a state approved disposal facility. All trash on and around well site will be collected for disposal.
- Human waste and grey water will be contained and disposed of properly at a state approved disposal site.
- After drilling and completion operations, trash, chemicals, salts, frac sand and other waste will be removed and disposed of properly at a state approved disposal site.
- The well will be drilled utilizing a closed loop system. Drill cuttings will be properly disposed of into steel tanks and taken to an NMOCD approved disposal facility.

Waste Minimization Plan

See Gas Capture Plan.

Ancillary Facilities

No camps or airstrips to be constructed.

Interim and Final Reclamation

- Rehabilitation of the location will start in a timely manner after all proposed drilling wells have been drilled from the pad or if drilling operations have ceased as outlined below:
 - o No approved or pending drill permits for wells located on the drill pad
 - No drilling activity for 5 years from the drill pad
- Surfacing materials will be removed and returned to a mineral pit or recycled to repair or build roads and well pads.
- Drainage systems, if any, will be reshaped to the original configuration with provisions made to alleviate erosion. These may
 need to be modified in certain circumstances to prevent inundation of the location's pad and surface facilities. After the area
 has been shaped and contoured, topsoil from the spoil pile will be placed over the disturbed area to the extent possible.
 Revegetation procedures will comply with BLM standards.
- Exhibit P illustrates the proposed Surface Reclamation plans after cessation of drilling operations as outlined above.
 - The areas of the location not essential to production facilities and operations will be reclaimed and seeded per BLM requirements.
- Operator will amend the surface reclamation plan if well is a dry hole and/or a single well pad.

Surface Ownership

- The wellsite is on surface owned by Bureau of Land Management.
- A copy of Surface Use Agreement has been given to the surface owner.
- The land is used mainly for farming, cattle ranching, recreational use, and oil and gas production.

Cultural Resource Survey - Archeology

• Cultural Resources Survey will be conducted for the entire project as proposed in the APD and submitted to the BLM for review and approval.

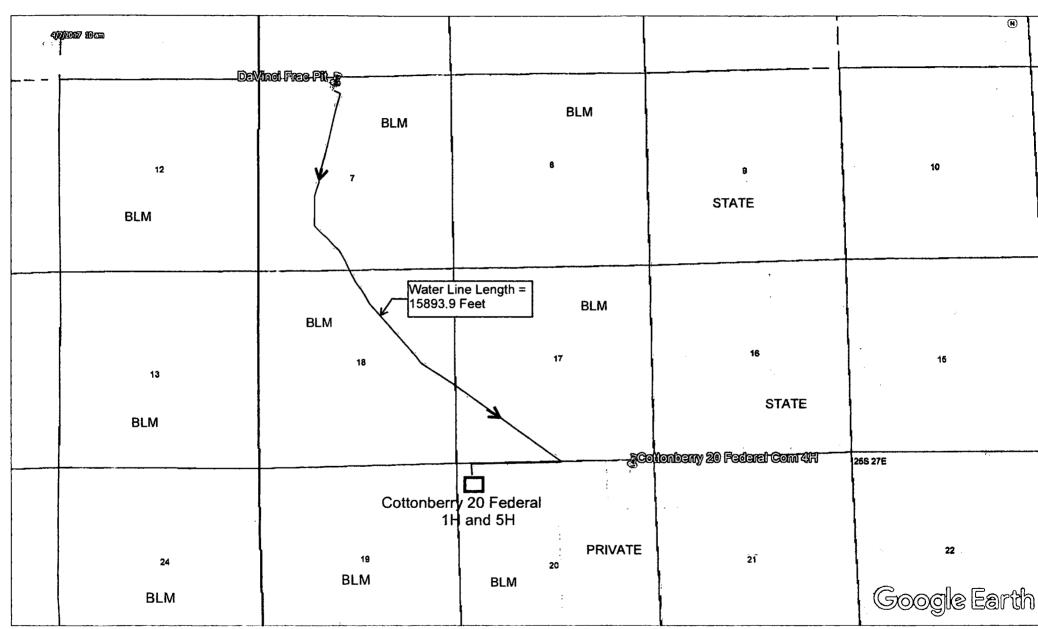
On Site Notes and Information

Onsite Date: 1/4/2017

BLM Personnel on site: Jeff Robertson Cimarex Energy personnel on site: Barry Hunt

Pertinent information from onsite:

Sec. 20-25S-27E





U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Unlined pit PWD on or off channel:	
Unlined pit PWD discharge volume (bbl/day):	
Unlined pit specifications:	
Precipitated solids disposal:	
Decribe precipitated solids disposal:	
Precipitated solids disposal permit:	
Unlined pit precipitated solids disposal schedule:	
Unlined pit precipitated solids disposal schedule attachment:	
Unlined pit reclamation description:	
Unlined pit reclamation attachment:	
Unlined pit Monitor description:	·
Unlined pit Monitor attachment:	
Do you propose to put the produced water to beneficial use?	
Beneficial use user confirmation:	
Estimated depth of the shallowest aquifer (feet):	
Does the produced water have an annual average Total Dissolutat of the existing water to be protected?	lved Solids (TDS) concentration equal to or less than
TDS lab results:	
Geologic and hydrologic evidence:	
State authorization:	
Unlined Produced Water Pit Estimated percolation:	
Unlined pit: do you have a reclamation bond for the pit?	
Is the reclamation bond a rider under the BLM bond?	
Unlined pit bond number:	
Unlined pit bond amount:	
Additional bond information attachment:	
Section 4 - Injection	
Would you like to utilize Injection PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Injection PWD discharge volume (bbl/day):	

Injection well type:	
Injection well number:	Injection well name:
Assigned injection well API number?	Injection well API number:
Injection well new surface disturbance (acres):	
Minerals protection information:	
Mineral protection attachment:	
Underground Injection Control (UIC) Permit?	
UIC Permit attachment:	
Section 5 - Surface Discharge	
Would you like to utilize Surface Discharge PWD options? No	0
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Surface discharge PWD discharge volume (bbl/day):	
Surface Discharge NPDES Permit?	
Surface Discharge NPDES Permit attachment:	
Surface Discharge site facilities information:	
Surface discharge site facilities map:	•
Section 6 - Other	
Would you like to utilize Other PWD options? NO	
Produced Water Disposal (PWD) Location:	
PWD surface owner:	PWD disturbance (acres):
Other PWD discharge volume (bbl/day):	
Other PWD type description:	
Other PWD type attachment:	
Have other regulatory requirements been met?	
Other regulatory requirements attachment:	

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U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Bond Info Data Report

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB001188

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: