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Form 3160-3 (June 2015)	0	CD House	FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018
DEPARTMENT OF	THE INTERIOR	T ABS - 019	5. Lease Serial No.
APPLICATION FOR PERMIT	TO DRILL OR	WEENTER 16	If Indian, Allotee or Tribe Name
		JA. CEN	7. If Unit or CA Agreement, Name and No.
1b. Type of Well:		RES	
1c. Type of Completion: Hydraulic Fracturing	Single Zone	Multiple Zone	8. Lease Name and Well No.
/			131H (32 7150)
2. Name of Operator CIMAREX ENERGY COMPANY (75099))	N	9: APJ-Well No. 30-025-45503
3a. Address 600 N. Marienfeld St., Suite 600 Midland OK 7970	3b. Phone I (432)620-1	No. (include area code)	10, Field and Pool, or Exploratory BONE SPRING / BONE SPRING
 Location of Well (Report location clearly and in accordance) At surface NWNW / 330 FNL / 410 FWL / LAT 	ordance with any State 32.093413 / LONG	e requirements.*) -103.601531	11. Sec., T. R. M. or Blk. and Survey or Area SEC 32/ T255/ R33E / NMP
At proposed prod. zone SWSW / 330 FSL / 660	FWL / LAT 32.0662	04 / LONG -103.600721	
 Distance in miles and direction from nearest town or 24 miles 	post office*		12. County or Parish 13. State LEA NM
15. Distance from proposed* location to nearest property or lease line, ft. (Also to pearest drig, unit line, if any)	16. No of a 240	acres in lease 17. Spa 320	cing.Unit dedicated to this well
 18. Distance from proposed location* to nearest well, drilling, completed, 20 feet applied for, on this lease, ft. 	19. Proposi 12040 feet	ed Depth 20./BL1 L/21744 feet FED: N	M/BIA Bond No. in file IMB001188
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22 (Approx	imate date work will start*	23. Estimated duration
	24. Atta	chments /	
The following, completed in accordance with the require (as applicable) 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National For SUPO must be filed with the appropriate Forest Service	ements of Onshore Oi est System Lands, the ce Office):	 I and Gas Order No. 1, and the 4. Bond to cover the operatilitem 20 above). 5. Operator certification. 6. Such other site specific infully. 	Hydraulic Fracturing rule per 43 CFR 3162.3-3 ons unless covered by an existing bond on file (se formation and/or plans as may be requested by the
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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 I: 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 wen, 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 directionany 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.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.



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(\$.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 wen 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 win 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 conects this information to anow 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 Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

1. SHL: NWNW / 330 FNL / 410 FWL / TWSP: 25S / RANGE: 33E / SECTION: 32 / LAT: 32.093413 / LONG: -103.601531 (TVD: 0 feet, MD: 0 feet) PPP: NWSW / 1320 FNL / 660 FWL / TWSP: 26S / RANGE: 33E / SECTION: 5 / LAT: 32.076222 / LONG: -103.6007167 (FVD: 12040 feet, MD: 18100 feet) BHL: SWSW / 330 FSL / 660 FWL / TWSP: 26S / RANGE: 33E / SECTION: 5 / LAT: 32.066204 / LONG: -103.600721 (TVD: 12040 feet, MD: 21744 feet)

BLM Point of Contact

Name: Tenille Ortiz Title: Legal Instruments Examiner Phone: 5752342224 Email: tortiz@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 listed Bureau of Land Management office for further information.

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	CIMAREX ENERGY COMPANY
LEASE NO.:	NMNM0106040 A
WELL NAME & NO.:	RED HILLS UNIT 131H
SURFACE HOLE FOOTAGE:	330'/N & 410'/W
BOTTOM HOLE FOOTAGE	330'/S & 660'/W
LOCATION:	SECTION 32, T25S, R33E, NMPM
COUNTY:	LEA



H2S	C Yes	© No	
Potash	• None	C Secretary	
Cave/Karst Potential	€ Low		High I → High
Variance	C None	Flex Hose	C Other
Wellhead	Conventional	Multibowl	C Both
Other	□ 4 String Area	Capitan Reef	F 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 1050 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - 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 <u>8</u> <u>hours</u> 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.

Operator shall filled 1/3rd casing with fluid while running intermediate casing to maintain collapse safety factor.

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. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

- 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. Additional cement maybe required. Excess calculates to 16%.

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 intermediate casing shoe shall be 10,000 (10M) psi.

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

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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. <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the

Page 3 of 6

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 $\underline{24}$ 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. <u>Wait on cement (WOC) for Water Basin:</u> 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 <u>8 hours</u>. 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.

Page 4 of 6

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

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 111918

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	CIMAREX ENERGY COMPANY
LEASE NO.:	NMNM0106040 A
WELL NAME & NO.:	RED HILLS UNIT 131H
SURFACE HOLE FOOTAGE:	330'/N & 410'/W
BOTTOM HOLE FOOTAGE	330'/S & 660'/W
LOCATION:	SECTION 32, T25S, R33E, NMPM
COUNTY:	LEA

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
Dermit Expiration
Archaeology Delegatelogy and Historical Sites
Archaeology, Faleontology, and Historical Sites
Special Requirements
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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)

Hydrology

Tank Battery COAs Only:

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

Surface Pipeline COAs Only:

• 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 values 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.

Cave Karst

Production Facilities

In order to mitigate the impacts from production activities and due to the nature of karst terrain, the following Conditions of Approval will apply to this APD:

- Tank battery liners and berms to minimize the impact resulting from leaks.
- Leak detection system to provide an early alert to operators when a leak has occurred.
- Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of line failures used in production or drilling.

Roads

- Roads 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.
- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction and no further construction will be done until clearance has been issued by the Authorized Officer.
- Turnout ditches and drainage leadoffs will not be constructed in such a manner as to increase or decrease the natural flow of water into or out of cave or karst features.
- Special restoration stipulations or realignment may be required.
- 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.

Buried Pipelines

- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, passages, or voids are intersected by trenching, and no pipe will be laid in the trench at that point until clearance has been issued by the Authorized Officer.
- 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.
- Special restoration stipulations or realignment may be required at such intersections, if any.
- A leak detection plan <u>will be submitted to the BLM Carlsbad Field Office for</u> <u>approval</u> 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.
- Regular monitoring is required to quickly identify leaks for their immediate and proper treatment.

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

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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: $\underline{400'} + 100' = 200'$ lead-off ditch interval 4%

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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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 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

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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, <u>Shale Green</u> 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 20 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

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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 <u>et seq.</u> (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-ofway.

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 $\underline{30}$ 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 <u>30</u> 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 $\underline{6}$ 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.

() seed mixture 1	() seed mixture 3
(X) 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.

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.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

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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 <u>et seq</u>. (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, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, <u>et 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.

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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) 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.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

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).

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Seed Mixture 2, for Sandy Sites

The 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 <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will 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 will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will 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	l <u>b/acre</u>
Sand dropseed (Sporobolus cryptandrus)	1.0
Sand love grass (Eragrostis trichodes)	1.0
Plains bristlegrass (Setaria macrostachya)	2.0

*Pounds of pure live seed:

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

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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: 05/31/2018 Title: Regulatory Analyst Street Address: 202 S. Cheyenne Ave, Ste 1000 City: Tulsa State: OK Zip: 74103 Phone: (918)560-7060 Email address: aeasterling@cimarex.com **Field Representative Representative Name:** Street Address: City: State: Zip: Phone: Email address:

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

APD ID: 10400030762

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Type: CONVENTIONAL GAS WELL

Submission Date: 05/31/2018

and the second second

Zip: 79701

Well Number: 131H Well Work Type: Drill

14.33

NGLIGHTER (SAR) CALESTRA (SAR)

11/30/2018

Application Data Report

Show Final Text

Section 1 - General						
APD ID: 10400030762	Tie to previous NOS?	10400028237	Submission Date: 05/31/2018			
BLM Office: CARLSBAD	User: Aricka Easterling	Tit	le: Regulatory Analyst			
Federal/Indian APD: FED	Is the first lease penet	rated for product	tion Federal or Indian? FED			
Lease number: NMNM0106040A	Lease Acres: 240					
Surface access agreement in place?	Allotted? Reservation:					
Agreement in place? NO	Federal or Indian agree	ement:				
Agreement number:						
Agreement name:						
Keep application confidential? YES						
Permitting Agent? NO	APD Operator: CIMAR	EX ENERGY CON	MPANY			
Operator letter of designation:						

Operator Info

Operator Organization Name: CIMAREX ENERGY COMPANY

Operator Address: 600 N. Marienfeld St., Suite 600

Operator PO Box:

Operator City: Midland 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: RED HILLS UNIT	Well Number: 131H	Well API Number:
Field/Pool or Exploratory? Field and Pool	Field Name: BONE SPRING	Pool Name: BONE SPRING
Well In Master Drilling Plan ? NO Well Name: RED HILLS UNIT Field/Pool or Exploratory? Field and Pool	Waster Drilling Plan name: Well Number: 131H Field Name: BONE SPRING	Well API Number: Pool Name: BONE SPRIN

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

Well Number: 131H

-

Desc	ribe c	other I	miner	als:														
Is the	e prop	osed	well	in a H	elium	prod	uctio	n area?	N Use E	Existing W	ell Pa	1? NO	Ne	w s	surface o	listuri	bance	?
Туре	of W	ell Pa	d: MU	ILTIPL	.e we	LL			Multi	Multiple Well Pad Name: RED Number: PAD 1								
Well	Class	: HOF	RIZON	ITAL					HILLS	6 UNIT 32- Der of Leg	5 W2V s: 1	/2						
Weli	Work	Туре	: Drill															
Well	Туре	CON	VENT	IONA	L GAS	S WEI	-L											
Desc	ribe V	Vell T	ype:															
Well	sub-1	ype:	EXPL	ORAT	ORY	(WILC	CAT)										
Desc	ribe s	sub-ty	pe:															
Dista	ince t	o tow	n: 24	Miles			Dis	tance to	o nearest v	veil: 20 FT	•	Dist	ance t	o le	ase line	: 330 I	FT	
Rese	rvoir	well s	pacin	ng ass	ignec	l acre	s Me	asurem	ent: 320 A	cres								
Well	plat:	Re	d_Hill	ls_Uni	t_131	H_C1	02_P	lat_2018	805311458	49.pdf								
Well	work	start	Date:	11/01	/2018				Durat	t ion: 30 DA	AYS							
									1									
	Sec	tion	3 - V	Vell	Loca	atior	Ta	ble										
Surv	ey Ty	pe: RE		NGUL	AR													
Desc	ribe S	iurvey	/ Тур	Ð:														
Datu	m: NA	D83							Vertic	al Datum:	NAVE	88						
Surv	ey nu	mber:																
	VS-Foot	VS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	ease Type	Lease Number	Elevation	QW	DVI
SHL Leg #1	330	FNL	410	FWL	25S	33E	32	Aliquot NWN W	32.09341 3	- 103.6015 31	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	339 6	0	0
KOP Leg #1	330	FNL	663	FWL	25S	33E	32	Aliquot NWN W	32.09340 83	- 103.6007 111	LEA	NEW MEXI CO	NEW MEXI CO	s	STATE	- 816 6	115 74	115 62
PPP Leg #1	132 0	FNL	660	FWL	26S	33E	5	Aliquot NWS W	32.07622 2	- 103.6007 167	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 010604 0A	- 864 4	181 00	120 40

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Number: 131H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	DM	DVT
EXIT	263	FSL	660	FWL	26S	33E	5	Aliquot	32.07264	-	LEA	NEW	NEW	F	NMNM	-	194	120
Leg	0							SWN	/2	103.6007		CO			010604 0A	864 4	00	40
#1							ļ	VV			L	<u> </u>	<u> </u>			·		
BHL	330	FSL	660	FWL	26S	33E	5	Aliquot	32.06620	-	LEA	NEW	NEW	F	NMNM	-	217	120
Leg								sws	4	103.6007		MEXI	MEXI		016097	864	44	40
#1								w		21		co	co		3	4		

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Number: 131H

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.

Choke Diagram Attachment:

Red_Hills_Unit_131H_Choke_2M3M_20180531151000.pdf

BOP Diagram Attachment:

Red_Hills_Unit_131H_BOP_2M_20180531151017.pdf

Pressure Rating (PSI): 3M

Rating Depth: 21744

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. 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:

Red_Hills_Unit_131H_Choke_2M3M_20180531151056.pdf

BOP Diagram Attachment:

Red_Hills_Unit_131H_BOP_3M_20180531151106.pdf

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

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Number: 131H

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	N	0	1050	0	1050	0	1050	1050	H-40	48	STC	1.54	3.6	BUOY	6.39	BUOY	6.39
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4875	0	4875	0	4875	4875	J-55	40	LTC	1.21	1.53	BUOY	2.67	BUOY	2.67
3	PRODUCTI ON	8.75	5.5	NEW	API	N	0	11575	0	11575	0	11575	11575	L-80	20	LTC	1.63	1.7	BUOY	1.73	BUOY	1.73
4	PRODUCTI ON	8.75	5.5	NEW	API	N	11575	21744	11575	21744	11575	21744	10169	L-80	20	BUTT	1.57	1.6	BUOY	50.1 1	BUOY	50.1 1

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Red_Hills_Unit_131H_Spec_Sheet_20180531151243.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Red_Hills_Unit_131H_Casing_Assumptions_20180531151309.pdf

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

 $Red_Hills_Unit_131H_Casing_Assumptions_20180531151339.pdf$
Well Number: 131H

Casing Attachments

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Red_Hills_Unit_131H_Casing_Assumptions_20180531151503.pdf

Casing ID: 4 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Red_Hills_Unit_131H_Casing_Assumptions_20180531151556.pdf

Section	4 - Ce	emen	t								
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1050	509	1.72	13.5	875	50	Class C	Bentonite
SURFACE	Tail		0	1050	136	1.34	14.8	182	25	Class C	LCM
INTERMEDIATE	Lead		0	4875	923	1.88	12.9	1735	50	35:65 (Poz:C)	Salt, Bentonite
INTERMEDIATE	Tail		0	4875	285	1.34	14.8	381	25	Class C	LCM
PRODUCTION	Lead		0	1157 5	596	3.64	10.3	2168	25	Tuned Light	LCM

Operator Name: CIMAREX ENERGY COMPANY Well Name: RED HILLS UNIT

Well Number: 131H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Tail		0	1157 5	2174	1.3	14.2	2826	10	50:50 (Poz:H)	Salt, Bentonite, Fluid Loss, Dispersant, SMS
PRODUCTION	Lead		1157 5	2174 4	596	3.64	10.3	2168	25	Tuned Light	LCM
PRODUCTION	Tail		1157 5	2174 4	2174	1.3	14.2	2826	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 (Ibs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1050	SPUD MUD	8.3	8.8							
1050	4875	SALT SATURATED	9.7	10.2							
4875	2174 4	OTHER : FW/Cut Brine	8.5	9							

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Number: 131H

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: 5634

Vallefreigd Stutzte Freezuner 2003-2

Anticipated Bottom Hole Temperature(F): 188

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:

Red_Hills_Unit_131H_H2S_Plan_20180531152009.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Red_Hills_Unit_131H_AC_Report_20180531152027.pdf Red_Hills_Unit_131H_Directional_Plan_20180531152028.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Red_Hills_Unit_131H_Gas_Capture_Plan_20180531152101.pdf Red_Hills_Unit_131H_Flex_Hose_20180531152101.pdf Red_Hills_Unit_131H_Multibowl_Wellhead_20180531152102.pdf Red_Hills_Unit_131H_Drilling_Plan_20180531153215.pdf

Other Variance attachment:

Well Number: 131H









<u>Print</u>

EVRAZ

OCTG Performance Data

Red Hills Unit 131H Surface Casing Spec Sheet

Casing Performance

÷	A	Availability: ERW	
Pipe Body Geometry			
Outside Diameter:13Wall Thickness:0.Nominal Weight:48Plain End Weight:46	3.375 in 330 in 3.00 lb/ft 5.02 lb/ft	Inside Diameter: Cross Section Area: Drift Diameter: Alternate Drift Diameter:	12.715 in 13.524 sq in 12.559 in
Pipe Body Performanc	e		
Grade: Pipe Body Yield Strength	H40 541000 lbf	Collapse Strength (ERW): Collapse Strength (SMLS):	740 psi -
SC Connection			
Connection Geometry			
Make Up Torque: Coupling Outside Diame	Optimum 3220 lb·ft ter: 14.375 in	Minimum 2420 lb∙ft	Maximum 4030 lb∙ft
Connection Performan	ce		
Grade: H40 Joint Strength: 3220	Minimum Ir 00 lbf	nternal Yield Pressure: 17:	30 psi
LC Connection			
Connection Geometry	· · · · ·		
Make Up Torque:	Optimum	Minimum -	Maximum -
Coupling Outside Diame	ter: 14.375 in		
Connection Performan	ICE		
Grade: H40 Joint Strength: -	Minimum Ir	nternal Yield Pressure: -	
BC Connection			
Connection Geometry			
Make Up Torque:	Optimum -	Minimum -	Maximum -
Coupling Outside Diame	ter: 14.375 in		
Connection Performar	ce	· · · · · · · · · · · · · · · · · · ·	
Grade: H40 Joint Strength: -	Minimum Ir	nternal Yield Pressure: -	

PE Connection

Connection Geometry

10/16/2017 www.ev	/razna.com/Products/	OilCo ter TubularGo	ods/tabid/101/OctgPe	erfDataPrint.aspx?Type	s&Size=13.375 in&Wall=48.00 lb/ft&Grade=.
		Optimum	Minimum	Maximum	
Make Up Tor	que:	-	-	-	
Coupling Ou	tside Diameter:	14.375 in			
Connection	Performance				
Grade:	H40	Minimum Interr	al Yield Pressure:	1730 psi	

.

Joint Strength:

-

.

Red Hills Unit 131H

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	1050	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.54	3.60	6.39
12 1/4	0	4875	9-5/8"	40.00	J-55	LT&C	1.21	1.53	267
8 3/4	0	11575	5-1/2"	20.00	L-80	LT&C	1.63	1.70	1.73
8 3/4	11575	21744	5-1/2"	20.00	L-80	BT&C	1.57	1.60	50.11
				BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 IIIB.1.h

Red Hills Unit 131H 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	1050	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.54	3.60	6.39
12 1/4	0	4875	9 -5/8"	40.00	J-55	LT&C	1.21	1.53	267
8 3/4	0	11575	5-1/2"	20.00	L-80	LT&C	1.63	1.70	1.73
8 3/4	11575	21744	5-1/2"	20.00	L-80	BT&C	1.57	1.60	50.11
		•	•	BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Red Hills Unit 131H

Casing Assumptions

Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (ib/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	1050	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.54	3.60	6.39
12 1/4	0	4875	9-5/8"	40.00	J-55	LT&C	1.21	1.53	2.67
8 3/4	0	11575	5-1/2*	20.00	L-80	LT&C	1.63	1.70	1.73
8 3/4	11575	21744	5-1/2"	20.00	L-80	BT&C	157	1.60	50.11
				BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 IIIB.1.h

Red Hills Unit 131H

Casing Assumptions

Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (Ib/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	1050	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.54	3.60	6.39
12 1/4	0	4875	9-5/8"	40.00	J-55	LT&C	1.21	1.53	267
8 3/4	0	11575	5-1/2"	20.00	L-80	LT&C	1.63	1.70	1.73
8 3/4	11575	21744	5-1/2"	20.00	L-80	BT&C	1.57	1.60	50.11
				BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 $\rm IIIB.1.h$

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Hydrogen Sulfide Drilling Operations Plan **Red Hills Unit 131H** Cimarex Energy Co. UL: D, Sec. 32, 25S, 33E Lea Co., NM

- 1 <u>All Company and Contract personnel admitted on location must be trained by a qualified</u> <u>H2S safety instructor to the following:</u>
 - 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.

Β.

- 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.
 - 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 **Red Hills Unit 131H** Cimarex Energy Co. UL: D, Sec. 32, 25S, 33E Lea Co., NM

Emergency Procedures

In the event of a release of gas containing H_2S , 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 (SO_2). 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 **Red Hills Unit 131H** Cimarex Energy Co. UL: D, Sec. 32, 25S, 33E Lea Co., NM

	800-969-4789		
		-	
Title	Office		Mobile
Drilling Manager	432-620-1934		580-243-8485
Drilling Superintendent	432-620-1975		432-238-7084
Construction Superintendent			432-634-2136
	911		
	575-746-2703		
· · · · · · · · · · · ·	575-746-2703		
	575-746-9888		
	575-746-2701		
	575-746-2122		
· · · · · · · · · · · · · · · · · · ·	575-748-1283		
	911		
	575-885-3137		
	575-885-2111		
	575-887-7551		
	575-887-3798		
	575-887-6544		
	575-887-6544		
nmission (Santa Fe)	505-476-9600		
nmission (Santa Fe) 24 Hrs	505-827-9126		
ons Center	505-476-9635		
(Washington, D.C.)	800-424-8802	-	
, TX	806-743-9911		
	806-747-8923		
E., #D3; Albuquerque, NM	505-842-4433		
oop S.E.; Albuquerque, NM	505-842-4949		
	800-256-9688	~~~	201_021_000
·····	800-256-9688	or	281-931-8884
	800-256-9688 432-699-0139	or or	281-931-8884 432-563-3356
	Title Drilling Manager Drilling Superintendent Construction Superintendent	800-969-4789 Title Office Drilling Manager 432-620-1934 Drilling Superintendent 432-620-1975 Construction Superintendent 911 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2122 575-746-2122 575-746-2122 575-748-1283 575-887-7551 575-887-7551 575-887-7551 575-887-6544 575-887-6544 575-887-6544 575-887-6544 575-887-6544 505-476-9600 mmission (Santa Fe) 505-476-9600 mmission (Santa Fe) 24 Hrs 505-827-9126 jons Center 505-476-9635 (Washington, D.C.) 800-424-8802 a, TX 806-743-9911 806-743-9911 806-743-9911 505-842-4433 505-842-4433	800-969-4789 Title Office Drilling Manager 432-620-1934 Drilling Superintendent 432-620-1975 Construction Superintendent 911 911 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2703 575-746-2701 575-746-2701 575-746-2122 575-748-1283 911 575-885-3137 575-885-2111 575-887-7551 575-887-7551 575-887-7551 575-887-6544 575-887-6544 575-887-6544 575-887-6544 mmission (Santa Fe) 505-476-9600 mmission (Santa Fe) 24 Hrs 505-827-9126 ions Center 505-476-9635 (Washington, D.C.) 800-424-8802 , TX 806-743-9911 806-743-9911 806-747-8923 .E., #D3; Albuquerque, NM 505-842-4433

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Schlumberger

Cimarex Red Hills Unit #131H Rev0 RM 10May18 Anti-Collision Summary Report

Analysis Method:

Min Pts: Version / Patch:

Database \ Project:

Reference Trajectory: Depth Interval: Rule Set:

3D Least Distance

2.10.715.0

All local minima indicated.

Cimarex Red Hills Unit #131H Rev0 RM 10May18 (Non-Def Plan) Every 10.00 Measured Depth (ft) NAL Procedure: D&M AntiCollision Standard S002

US1153APP452.dir.stb.com\drilling-NM Lea County 2.10

Analysis Date-24hr Time: May 11, 2018 - 09:22 Client: Field: Cimarex Structure Slot: Well: Borehole Original Borehole 0.00ft - 21744.48ft Scan MD Range:

Cimarex NM Lea County (NAD 83) Cimarex Red Hills Unit #131H Cimarex Red Hills Unit #131H Cimarex Red Hills Unit #131H

ISCWSA0 3-D 95.000% Confidence 2.7955 sigma, for subject well. For offset wells, error model version is specified with each well respectively. Trajectory Error Model:

Offset Trajectories Summary

Offset Selection Criteria Wellhead distance scan: Selection filters:

Not performed! Definitive Surveys - Definitive Plans - Definitive surveys exclude definitive plans - All Non-Def Surveys when no Def-Survey is set in a borehole - All Non-Def Plans when no Def-Plan is set in a borehole

Offset Trajectory		Separation	1	Allow	Sep.	Controlling	Reference	Trajectory		Risk Level		Alert	Status
	Ct-Ct (ft)	MAS (ft)	EOU (ft)	Dev. (ft)	Fact.	Rule	MD (ft)	TVD (ft)	Alert	Minor	Major		
Results highlighted: Sep-Facto	r separation <	≔ 1.50 ft											
Cimarex Red Hills Unit #127H				·								•••	
Pian)													Fall Major
	118.60	32.81	114,10	83.79	N/A	MAS = 10.00 (m)	0.00	0.00				Surface	· ····································
	116.60	32.81	114.10	83.79	73363.67	MAS = 10.00 (m)	26.00	28.00				WRF	
	64.85	32.81	49.74	32.05	4,95	MAS = 10.00 (m)	2220.00	2220.00	OSF<5.00			Enter Aler	
	32.13	32.81	15.00	-0.68	2.03	MAS = 10.00 (m)	2620.00	2619.96			SfcRul<10.00	Enter Majo	r
	25.46	32.81	8.02	-7,35	1.54	MAS = 10.00 (m)	2750.00	2749.68				MinPte	
	32.00	32.81	14.34	-0.81	1.95	MAS = 10.00 (m)	2850.00	2849.20			SfcRul>10.00	Exit Majo	
	79.07	32.81	61.00	46.26	4.92	MAS = 10.00 (m)	3170.00	3167.56	OSF>5.00			Exit Aler	
	280.19	85.82	222.14	194.37	5.00	OSF1.50	10750.00	10737.64	OSF<5.00			Enter Aler	t
	279.95	93.57	218.74	188.38	4.57	OSF1.50	11680.00	11666.80				MinPte	
	279.98	93.58	218.75	186.39	4.57	OSF1.50	11690.00	11676.53				MinPt-O-SF	
	304.68	93.41	241.57	211.27	4,99	OSF1.50	11940.00	11893.09	OSF>5.00			Exit Aler	t i
	438.04	132.58	346.82	303.46	5.00	OSF1.50	15890.00	12040.00	OSF<5.00			Enter Aler	t
	436.04	308.29	229.68	127.75	2.13	OSF1.50	21744.48	12040.00				MinPts	
Cimarex Red Hills Unit #130H		÷ .		· ·								·• ·· · • ·	· · · · · · · · · · · · · · · ·
Rev0 RM 10May18 (Non-Def													
(Pian)													Fall Minor
	20.00	10.50	17.50	3.50	N/A	MAS = 5.03 (m)	0.00	0.00	CtCt<=15m<15.00			Enter Aler	t
	20.00	18.50	17.50	3.50	78768.80	MAS = 5.03 (m)	26.00	26.00				WRF	•
	20.00	16.50	8.53	3.50	1.95	MAS = 5.03 (m)	1490.00	1490.00				MinPte	
	20.02	10.50	8.44	3.52	1.93	MAS = 5.03 (m)	1510.00	1510.00				MINPT-O-EOL	
	20.07	16.50	8.45	3.57	1.93	MAS = 5.03 (m)	1520.00	1520.00				MinPt-O-SF	
	56.28	18.60	43.01	37.62	4.99	OSF1.50	2020.00	2020.00	OSF>5.00			Exit Aler	t i i i i i i i i i i i i i i i i i i i
	118.08	23.36	99.66	92.71	8.17	OSF1.50	3030.00	3028.28				MinPt-CtC	L
	117.31	26.48	98.82	90.63	7.18	OSF1.50	3680.00	3674.95				MINPT-O-EOU	l
	93.02	29.89	72.26	63,14	4.95	OSF1.50	4480.00	4470.86	OSF<5.00			Enter Aler	L
	62.65	33.42	39.53	29.23	2.92	OSF1.50	5210.00	5197.68				MinPt-O-SF	

Drilling Office 2.10.715.0

...Cimarex Red Hills Unit #131H\Original Borehole\Cimarex Red Hills Unit #131H Rev0 RM 10May18

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Offset Trajectory		Separation	1	Allow	Sep.	Controlling	Reference	Trajectory		Risk Level		Alert	Status
	Ct-Ct (ft)	MAS (ft)	EOU (ft)	Dev. (ft)	Fact.	Rule	MD (ft)	TVD (ft)	Alert	Minor	Major		
	62.63	33.41	39.53	29.22	2.92	OSF1.50	5230.00	5217.65			_	MinPt-O-ADP	
	62.63	33.41	39.52	29.22	2.92	OSF1.50	5240.00	5227.65				MINPT-O-EOU	
	62.62	62.70	19.99	-0.08	1.50	OSF1.50	9050.00	9037.64		OSF<1.50		Enter Minor	
	62.62	75.27	11.60	-12.65	1.24	OSF1.50	10470.00	10457.64				MinPt-CtCt	
	62.65	75.32	11.60	-12.67	1.24	OSF1.50	10480.00	10467.64				MinPts	
	72.77	73.92	22.66	-1.15	1.48	OSF1.50	10580.00	10567.64		OSF>1.50		Exit Minor	
	197.73	61.67	155.78	136.06	4.95	OSF1.50	10880.00	10867.64	OSF>5.00			Exit Alert	
	1100.10	305.19	895.81	794.91	5.44	OSF1.50	21744.48	12040.00				MinPts	

Drilling Office 2.10.715.0

...Cimarex Red Hills Unit #131H\Original Borehole\Cimarex Red Hills Unit #131H Rev0 RM 10May18

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.

Schlumberger

Cimarex Red Hills Unit #131H Rev0 RM 10May18 Proposal Geodetic



Report (Non-Def Plan)

Report Date:		May 11, 2018 - 0	9:21 AM			Survey / DLS Cor	nputation:	Minimum Curvatu	rre / Lubinski			
Client:		Cimarex				Vertical Section /	zimuth:	179.627 ° (Grid N	lorth)			
Field:		NM Lea County (I	NAD 83)			Vertical Section (Origin:	0.000 ft, 0.000 ft				
Structure / Slot:		Cimarex Red Hill:	s Unit #131H / Cima	arex Red Hills Unit	#131H	TVD Reference D	atum:	RKB				
Well:		Cimarex Red Hills	s Unit #131H			TVD Reference E	levation:	3422.100 ft abov	e MSL			
Borehole:		Original Borehole	1			Seabed / Ground	Elevation:	3396.100 ft abov	e MSL			
UWI / API#:		Unknown / Unkno	own			Magnetic Declina	tion:	6,763 °				
Survey Name:		Cimarex Red Hills	s Unit #131H Rev0 I	RM 10Mav18		Total Gravity Fiel	d Strength:	998.4291man (9.	80665 Based)			
Survey Date:		May 10, 2018		, -		Gravity Model:	•	GARM	,			
Tort / AHD / DDI / E	RD Ratio:	101.596 * / 10150	0.834 ft / 6.270 / 0.8	43		Total Magnetic Fi	eld Strength:	47869 477 nT				
Coordinate Refere	nce System:	NAD83 New Mex	ico State Plane Far	stern Zone LIS Fe	et	Mannetic Din An	16.	59 752 *				
Location Lat / Long	n:	N 32º 5'38 288	100 Glato 1 10/10, Ea	1210"		Declination Date:	,	May 10 2018				
Location Grid N/E	v/x.	N 398489 400 ft	IS F 767050 850 8	IS		Magnetic Declina	tion Model:	HDGM 2018				
CRS Grid Convert	ence Angle:	0 3889 *	10, E 10/ 808.000 m			North Pafarance		Grid North				
Grid Scale Factor:	once Angle.	0.00006701				Grid Convergence.	a Llead:	0 3888 *				
		0.00000101				Total Corr Mag N	orth->Grid	0.0000				
Version / Patch:		2.10.715.0				North:		6.3741 °				
						Local Coord Refe	renced To:	Structure Referen	nce Point			
Comments	MD	i inci	Azim Grid	TVD	VSEC	NS	EW	DL\$	Northing	Easting	Latitude	Longitude
Chill (220) Ehill	(ft)	(°)	(*)	<u>(ft)</u>	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	<u>(ftUS)</u>	(N/S * ' '')	(E/W ''')
311L [330 FINL,	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
410 PVIL	100.00		90.00	100.00	0.00	0.00	0.00	0.00	398489 40	767050 85	N 32 5 36 20	N 103 36 5 51
	200.00	0.00	90.00	200.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36 29	N 103 36 5 51
	300.00	0,00	90,00	300.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
	400.00	0.00	90.00	400.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
	500.00	0.00	90.00	500.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
	600.00	0.00	90.00	600.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
	700.00	0.00	90.00	700.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
	800.00	0.00	90.00	800.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 536.29	N 103 36 5.51
	900.00	0.00	90,00	900.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
Rustier	1000.00	0.00	90.00	1000.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 536.29	N 103 36 5.51
	1100.00	0.00	90.00	1100.00	0.00	0.00	0.00	0.00	398489.40	767959.85	N 32 5 36.29	N 103 36 5.51
	1200.00	0.00	90,00	1200.00	0.00	0.00	0.00	0.00	398489.40	/67959.85	N 32 5 36.29	N 103 36 5.51
Top of Salt	1300.00	0.00	90.00	1300.00	0.00	0.00	0.00	0.00	390469.40	767050.05	N 32 536.29	W 103 36 5.51
	1340.00	0.00	90,00	1340.00	0.00	0.00	0.00	0.00	380409.40	/0/959.85	N 32 536.291	N TUJ JÖ 5.51

SHL [330' FNL,	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A	ON DRAROE	767050 85 N 32 5 36 20 W 103 36 5 51
410' FWL]	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1974	000400.40	101353.05 10 52 5 30.25 10 103 30 3.51
	100.00	0.00	90.00	100.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	200.00	0.00	90.00	200.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	300.00	0.00	90.00	300.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	400.00	0.00	90.00	400.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	500.00	0.00	90.00	500.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	600.00	0.00	90.00	600.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	700.00	0.00	90.00	700.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	800.00	0.00	90.00	800.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	900.00	0.00	90.00	900.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
Rustler	1000.00	0.00	90.00	1000.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1100.00	0.00	90.00	1100.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1200.00	0.00	90,00	1200.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1300.00	0.00	90.00	1300.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
Top of Salt	1340.00	0.00	90,00	1340.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1400.00	0.00	90.00	1400.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1500.00	0.00	90.00	1500.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1600.00	0.00	90.00	1600.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1700.00	0.00	90.00	1700.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1800.00	0.00	90.00	1800.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	1900.00	0.00	90.00	1900.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	2000.00	0.00	90.00	2000.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	2100.00	0.00	90.00	2100.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	2200.00	0.00	90.00	2200.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	2300.00	0.00	90.00	2300.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
	2400.00	0.00	90.00	2400.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51
Nudge 2°/100' DLS	2500.00	0.00	90.00	2500.00	0.00	0.00	0.00	0.00	398489.40	767959.85 N 32 5 36.29 W 103 36 5.51

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...Cimarex Red Hills Unit #131H\Original Borehole\Cimarex Red Hills Unit #131H Rev0 RM 10May18

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			Azim Grid	Z	VSEC	NS	EW	DLS	Northing	Easting	Latitude L	onaltude
Commentee	(ft)	30	80	2500 08	(1)	(n)	1	("/100ft)	(ftUS)	787061 80 1		
	2700.00	4.00	90.00	2699.84	0.05	0.00	6.98	2.00	398489.40	767966.83	4 32 5 36.29 W 103	36 5.43
Hold Nudge	2789.90	5.80	90.00	2789.41	0.10	0.00	14.66	2.00	398489.40	767974.51	4 32 5 36.29 W 103	3 36 5.34
	2800.00	5.80	90.00	2/88.45	0.10	200	15.68	200	398489.40	16/9/5.53 F	4 32 5 36.29 W 104	5 36 0,33 5 3 5 1
	300.000	5.80	90.00	2090.94 2998.43	0.23	0.00	23.70 35.88	0.00	398489.40	1 C.C.588797	4 32 5 36.28 W 103	36 5.10
	3100.00	5.80	90.00	3097.92	0.30	0.00	45.98	0.00	398489.40	768005.83	4 32 5 36.28 W 103	336 4.98
	3200.00	5.80	90.00	3197.41	0.37	0,00	56,08	0.00	398489.40	768015.93	V 32 5 36.28 W 103	3 36 4.86
	3300.00	5.80	90.00	3296.90	0.43	2,00	66.19 72 70	0.00	398489.40	768026.03	V 32 5 36.28 W 100	3 36 4.74
	3400.00	л 90 Эл 90	90.00	3390,30	0.56	0.00	96.39	0.00	398489.40	768046.24	1 32 5 36.28 W 103	36 4.51
	3600.00	5,80	90.00	3585.36	0.63	0.00	96.49	0.00	398489.40	768056.34	4 32 5 36.28 W 103	36 4.39
	3700.00	5.80	80.00	3694.85	0.69	0.00	106.60	0.00	398489.40	768066.44	V 32 5 36.28 W 103	36 4.27
	3800.00	5.80	90.00	3784.34	0.76	0,00	116.70	0.00	398489.40	768076.54 1	V 32 5 36.28 W 103	336 4.16
	3900.00	5,80	90.00	3893.83	0.83	0.00	126.80	0.00	398489.40	768086.65	V 32 5 36.28 W 103	3 36 4.04
	4000.00	5.80	90.00	3993.31	0.89	0.00	136.90	0.00	398489.40	768096.75	V 32 5 36.28 W 105	3 36 3.92
	4100.00	5.80	90.00	4092.80	0.96	2.00 200	147.00	0.00	398489,40	768106.85	V 32 5 36.28 W 103	336 3.80
	4200.00	5.80	90.00	4192.29	1.02	8	107.11	0.00	398489.40	768110.90 1	1 32 0 30.20 W 100	3 30 3.08 3 87
	4300.00	л () 20	80.00	4281.10	4 15		177 31		308480 40	769137 15 1	4 32 5 36 27 W 103	36 345
	4500 nn	5.80	90.00	4490 76	1 22	200	187 41	0.00	398489 40	768147.26	4 32 5 36 27 W 103	36 3.33
	4600.00	5.80	90.00	4590.25	1.29	00	197.51	0.00	398489.40	768157.36	V 32 5 36.27 W 103	36 3.22
Base of Salt	4639.96	5.80	90.00	4630.00	1.31	0.00	201.55	0.00	398489.40	768161.39 N	4 32 5 36.27 W 103	36 3.17
	4700.00	5.80	90.00	4689.73	1.35	0.00	207.62	0.00	398489.40	768167.46	V 32 5 36.27 W 103	3 36 3.10
	4900.00	5.80	90.00	4888.71	1.48	0.00	227.82	0.00	396489.40	768187.66	4 32 5 36.27 W 103	36 2.86
Delaware	4908.32	5 80	00 00	4895.00	1 49	000	228 46	000	398489 40	768188.30 N	1 32 5 36.27 W 103	36 2.86
Sands	5000 00	7 80	90.00	4088 20	1 55	0 00	237 02	0 00	308489 40	769197 77	1 30 5 36 07 W 109	136 275
Drop to Vertical		5				8				700400 00		20 21
2"/100' DLS	0011.00	1.00	90.00	0000.00	1.00	0.00	100.14	0.00	000-100.10	00100.00		
	5200.00	2 4.04	90.00	5187 87	1.61	0.00	240.00	2 00	398489.40	76821181	4 32 5 36 27 W 103	36 2.58
	5300.00	0.04	90.00	5287.64	1.65	0.00	253.78	2.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
Hold Vertical	5301.76	0.00	90.00	5289.41	1.65	0.00	253.78	2.00	398489.40	768213.62	V 32 5 36.27 W 103	3 36 2.56
	5400.00		80.00	5387.64	1 . 8 8		253.78		393469.40	768213.02 1	4 32 5 36.27 W 103	3.00 2.00
	5600.00	0.00	90,00	5587.64	1.65	0.00	253.78	0.00	398489,40	768213.62	V 32 5 36.27 W 103	36 2.56
	5700.00	0.00	80.00	5687.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	5800.00	0.00	90.00	5787.64	1.65	0.00	253.78	0.00	398489.40	768213.62 1	V 32 5 36 27 W 10	3 36 2.56
	5900.00		90.00	5087.64	1.5	0.00	253.78	0.00	398489.40	768213.62	4 32 5 36 27 W 103	36 2.56
	6100.00	0.00	90.00	6087.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	3 36 2.56
	6200.00	0.00	90.00	6187.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	6300.00	0.00	90.00	6287.64		0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	6500 00	0.00	90.00	6487 64	1 . 7 8	0.00	203.10	0.00	308480 40	768213 62 4	4 32 5 36 27 W 103	36 256
	6600.00	0.00	90.00	6587.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	6700.00	0.00	90.00	6687.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	6800.00	0.00	90.00	6787.64		0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	3 36 2.56
	6900.00 7000.00	0.00	90.00	6887.64	1.65	0.00	253.78	0.00	398489.40	768213.62	1 32 5 36.27 W 103	336 2.56
	7100.00	0.00	90.00	7087.64		0.00	253.78	0.00	398489.40	768213.62	4 32 5 36.27 W 103	36 2.56
	7200.00	0.00	90.00	7187.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	3 36 2.56
	7300.00	0.00	90.00	7287.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	7400.00	0.00	90.00	7387.64	1.65	0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	3 36 2.56
	7500.00	0,00	90.00	7487.64		0.00	253.78	0.00	398489.40	768213.62	V 32 5 36.27 W 103	336 2.56
	7500.00	0.00	90.00	7697 64	1.00		253.10		398489.40	762713.02	1 32 5 36 27 W 103	26 2.50
	1700.00	0.00	80.00	/00/.04	1.00	0.00	203.10	0.00	Jan+08.40	100213.02	N 32 3 30.21 W 10.	2 30 2.30
Drilling Office 2.10.715	.0		Cimare	x Red Hills Unit #13	1H\Original Borehol	e\Cimarex Red H	fills Unit #131H	Rev0 RM 10M	ay18		5/23/2018 2:17	7 PM Page 2 of 5

	3rd Bone Spring Sand		KOP - Build 12°/100' DLS				3rd Bone Spring Carb				Spring Send	2nd Bone			2nd Bone Spring Carb		Tst bone spring Sand								Bone Spring										Comments	
11900.00 12000.00 12100.00 12200.00 12200.00	11703.92	11600.00 11700.00	11574.89	11400.00 11500.00	11300.00	11100.00 11200.00	11047.36	11000.00	10800.00	10700.00	10600 00	10577.36	10400.00 10500.00	10300.00	10222.36	10100.00 10200.00	10022.36	10000.00	9800.00	9700.00	9500.00 9600.00	9400.00	9200.00	9100.00	9037.36	8900.00	8800.00	8600.00	8500.00	8400.00	8200.00	8100.00	8000.00	7800.00	(ft)	MD
39.01 51.01 75.01 87.01	15.48 27.01	3.01 15.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0 nn	000	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	Incl
179.63 179.63 179.63 179.63 179.63	179.63	179.63 179.63	90.00	90,00 90,00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	00 00	90,00	90.00	90.00	90.00 90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90,00	90.00	90.00	0	Azim Grid
11863.10 11833.66 11988.01 12023.76 12039.35	11690.00 11779.40	11587.63 11686.22	11562.54	11387.64 11487.64	11287.64	11087.64 11187.64	11035.00	10987.64	10787.64 10887.64	10687.64	10587 64	10585 00	10487.64	10287.64	10210.00	10087.64 10187.64	10010.00	9987.64	9787.64	9687.64	9487.64 9687.64	9387.64	9787.64 9787.64	9087.64	9025.00	8887.64	8787.64	8587.64	8487.64	8387.64	8187.64	8087.64	7987.64	7787.64	(11)	TVD
108.13 178.72 262.45 355.64 454.24	18.98 53.74	2.31 17.95	1.65	1.65 1.65	1.65	1.65	1.65	1.65	1.65	1.65	1 85	1.85	1.65	1.65	1.65	1.65 1.65	1.65	1.65	1.65	1.65	1.55	1.65	1.65	1.65	1.65	1.85		1	1.65		1.93	1.65	1.65	1.65	(ft)	VSEC
-106.47 -177.07 -260.79 -353.99 -452.58	-17,33	-0.66 -16.30	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	0.00	0.00	0.00	0.00	0.00	0.00	0.00	200	(11)	NS
254.47 254.93 255.47 256.08 256.72	253,89 254 12	253.78 253.88	253.78	253.78 253.78	253.78	253.78 253.78	253.78	253.78	253.78 253.78	253.78	200.78	253 78	253.78 253.78	253.78	253.78	253.78 253.78	253.78	253.78	253.78 253.78	253.78	253.78 253.78	253.78	253.78 253.78	253.78	253.78	253.78	253.78	253.78	253,78	253.76 253.78	253.78	253,78	253.78	253,78	(ft)	EW
12.00 12.00 12.00 12.00	12.00	12.00 12.00	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	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	("/100ft)	DLS
398382.93 398382.93 398312.34 398228.62 398135.43 398036.84	398472.07 398437 31	398488.74 398473.10	398489.40	398489.40 398489.40	398489.40	398489.40 398489.40	398489.40	398489,40	398489.40	398489.40	308480 40	308489 40	398489.40 398489.40	398489.40	398489.40	398489.40 398489.40	398489.40	398489.40	398489.40	398489.40	398489.40 398489.40	398489.40	398489.40 398489.40	398489.40	398489,40	398489.40	398489.40	398489.40	398489.40	398489.40	398489.40	398489.40	398489.40	398489.40	(ftUS)	Northing
768214.31 768214.77 768215.32 768215.92 768216.56	768213.73 A	768213.62 M 768213.72 M	768213.62 1	768213.62	768213.62	768213.62	768213.62 N	768213.62	768213.62	768213.62	TRADING A	768213 62 N	768213.62 h	768213.62	768213.62 N	768213.62 N 768213.62 N	768213.62 N	768213.62 N	768213.62	768213.62 N	768213.62 M	768213.62	768213.62 M	768213.62 N	768213.62 N	768213.62	768213.62 N	768213.62	768213.62	768213.62	768213.62	768213.62	768213.62	768213.62	(RUS)	Easting
 N 32 5 35.22 W 103 N 32 5 34.52 W 103 N 32 5 34.52 W 103 N 32 5 33.89 W 103 N 32 5 32.77 W 103 N 32 5 31.79 W 103 	v 32 5 36.10 w 103 v 32 5 35.75 w 103	V 32 536.26 W 103 V 32 536.11 W 103	V 32 5 36.27 W 103	N 32 536.27 W 103 N 32 536.27 W 103	V 32 5 36.27 W 103	V 32 536.27 W 103 V 32 536.27 W 103	V 32 536.27 W 103	4 32 5 36.27 W 103	V 32 536.27 W 103	V 32 5 36.27 W 103	1 30 5 36 07 W 103	1 32 536.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103 V 32 5 36.27 W 103	V 32 536.27 W 103	4 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103 V 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103 V 32 5 36.27 W 103	V 32 5 36.27 W 103	4 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103	4 32 5 36.27 W 103	4 32 5 36.27 W 103	V 32 5 36.27 W 103	V 32 5 36.27 W 103	¥ 32 5 36.27 W 103	4 32 5 36.27 W 103	V 32 5 36.27 W 103	(N/S)	Latitude L
336 2.56 336 2.56 336 2.56 2.56 2.56	136 2.56	336 2.56 336 2.56	336 2.56	336 2.56 336 2.56	3 36 2.56	336 2.56	36 2.56	336 2.56	336 2.56	36 2.56	136 256	36 2.56	336 2.56	3 36 2.56	36 2.56	3362.56 3362.56	36 2.56	336 2.56	336 2.56	36 2.56	336 2.56	36 2.56	336 2.56	36 2.56	36 2.56	3 36 2.56	36 2.56	3 36 2.56	36 2.56	36 2.56	3 36 2.56	3 36 2.56	36 2.56	336 2.56	EW	ongitude

...Cimarex Red Hills Unit #131HIOnginal Borehole/Cimarex Red Hills Unit #131H RevO RM 10May18

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epnyß	δυση	epnyisj	Bnites∃	BujųµoN	STO	MB EM	SN	AZEC	UVT	bing misA	เอน	dW	stnemmoO
L N	(E/A	((SUN)	(SUN)	(1001/2)	(u)	(u)	(11)	[11]	6	1.1	(11)	teing naihan (
99'Z (00 000 AN	GG LE G ZC M	C/ 01700/	08.11008C	00'71	20.002	03 033	71'8/5	00.04021	CO.B/I	00.00	80.42621	רפונתונום הסוגו
9972	AV 103 36	08'08 5 20	N 77 / 1799/	00'0CR/RC	00.0	10.102	00'700-	67.900	00.04021	59.6/1	00.08	00.00421	
5'26	M 103 38	18'62 9 28	168217897	98'968/66	00.0	528.03	997299-	664.23	12040.00	£9'621	00.08	15200.00	
99'7	M 103 36	35 2 58 85	768218.52 N	78.8ETTRE	00.0	89.852	99 292-	124 23	12040.00	£9'621	00'06	12600.00	
75.57	W 103 36	1 35 2 51 83	71.012897	78.858785	00'0	569.33	95.238-	824.23	12040.00	118.63	00'06	12700.00	
78.5	W 103 38	1 35 8 26.84	768219.82 N	88.862765	00.0	86.95	-952.55	824.23	12040.00	£9'621	00.06	12800.00	
78.5	W 103 38	1 35 8 25 8	768220.47 N	88.864766	00'0	260.63	-1023.55	1024.23	12040.00	69.671	00'06	12900.00	
78.5	95 EOF W	1 35 8 54 86	768221.12 N	68.8££78£	00.0	261.28	-1125.52	1124.23	12040.00	£9.671	00'06	13000.00	
78.5	96 EOI W	1 32 2 23 88	768221.77 N	397236.90	00.0	261.93	-1525.55	1554.23	12040.00	69.671	00'06	00.001£1	
72.5	9£ £01 W	1 32 5 22 89	768222.42 N	06.861766	00.0	262.58	1362.54	1324'53	12040.00	£9.671	00'06	13200.00	
72.5	A 103 36	1 32 5 21 90	768223.07 N	16.850765	00.0	563.23	-1425 24	1424,23	12040.00	110 621	00'06	13300 00	
19.0	AF FOL W	1 32 8 20 01	V 27.522897	19 966966	000	88 692	79 2991-	EC 7991	12040.00	69.671	00.08	00.00361	
10.2	BE FOF W	33 81003	N 86 766892	CO 9E896E	000	264 53	P9 2991-	26 7991	12040 00	29 621	00.06	13500 00	
79.0	SE EUL M	FO 81 7 CE 1	N EO 966897	CD RETARE	000	01 596	AA CATL-	16 7921	12040 00	59.071	00.08	13600 00	
19.2	95 501 M	1 35 842.04	N 89 200897	FO REAARE	00.0	78 596	22 6281-	56 7581	00 07021	FA 071	00.08	00 00281	
10.2	DC COL AA	1 30 91 9 66 1	N FE ACCRAT	FO 8F280F	00.0	0¥ 996	29 6981-	56 758 F	00 07061	FR 071	00.06	00.00161	
10.2 1	00 COL M	C8'01 C 7C 1	N 80 966892	10 351305	00.0	V V 196	CC.2CB1	CZ.PC01	00 01001	CO.411	00.00	00.00061	
19'Z	95 501 14	98'91 5 70 F	08.022001	P0.0000000	00.0	UL 107	CC 7007-	CZ.#CUZ	00.04021	C0 021	00.08	00.00861	
29.2	M 103 38	18 1 9 79	N 697777897	3892338	00.0	B/ /9Z	297912-	57.4612	00.04021	69'6/1	00.08	00.00041	
75.5	M 103 38	86 61 9 26 1	768228.28 N	3962362	00.0	268.44	-2262.53	5294 53	12040.00	£9'62L	00.08	00.00141	
29.5	M 103 36	88'ZI 9 ZE 1	N 66'82289/	396,361366	00.0	50.95	29292-	5394 53	00.04021	29'6/1	00'06	00.00241	
19.2	M 103 36	1 35 2 15 00	768229.58 N	396036.96	00.0	74'69Z	29.2345-	5464.23	12040.00	621	00.06	14300.00	
78.S 1	M 103 38	10'11 9 28 1	768230.23 N	26.956265	00'0	510.39	25.552-52	5224.23	12040.00	£9'621	00'06	14400.00	
78.S 1	M 103 38	32 6 10.02	768230.68 N	1958365	00.0	271.04	26.52.52	5654.23	15040.00	69.671	00'06	14200.00	
75.57	W 103 36	1 35 2 8'03	768231.54 N	362136.98	00.0	69'122	-2752.52	5754.23	12040.00	£9'621	00'06	00.00341	
1972 9	M 103 36	1 35 8 8'04	768232.19 N	3663636.98	00.0	512.35	19.2865-51	5824 53	12040.00	£9'621	00'06 ·	00.00141	
78.S	W 103 36	1 35 8 7.06	768232.84 N	382236.99	00'0	213.00	19.2962-	5864.23	12040.00	69.671	00'06	00.00841	
78.5	W 103 36	32 5 6,06	768233.49 N	382431.00	00.0	213.65	13.5305-	3054.23	12040.00	£9'62L	00'06	00.00811	
78.5	9E EO1 W	70.2 2 SE 1	768234.14 N	3863331,00	00.0	274.30	13.5315-	3154.23	12040.00	69.671	00'06	15000.00	
19.2	BF FOL W	BOLA 2 25 1	N 02 762892	10.755285	000	274 95	-3252 50	3264 23	12040 00	£9.011	00.06	00.001.21	
72.0	95 501 M	32 8 300	N 77 962992	10.751265	000	09 922	-3352 50	EC PSEE	12040 00	£9.671	00.06	15200 00	
73.0	00 COL **	110 8 CE 1	N 00 956892	20220305	000	20.012	09 6575-	26 PYPE	00 07021	59 021	00.00	00 00291	
73.0	00 COL AA	117 0 20 1	N PL 920891	20.100080	00.0	00 926	02.3046-	CC V332	00.04021	C0.6/1	00.06	00.00661	
10.2	GE EOL AA		N #/'00700/	20.1689966	00.0	33 110	02 0390	00 #300	00.04021	CO.B/1	00.08	00.00931	
79.2	AV 103 36	ELO & ZC	N 65'/5789/	50.158485	00.0	GG 1/7	097996-	67.4696	00.0#021	59.6/1	00'08	00.00681	
78.5 g	M 103 38	71'89 5 75	N \$0'85289/	28413103	00'0	07.8/2	65.26/8-	3194 33	12040.00	29.6/1	00'08	00.00881	
5.58	M 103 36	91'89'1 25	V 07.852897	284637.04	00.0	98.872	-3825'48	3824 53	12040.00	29'621	00.06	00.00781	
89.2	M 103 36	91'29 7 25 1	768239.35 N	394637.04	00.0	19'822	-3825'48	3824 53	12040.00	110.63	00'06	12800.00	
99'Z (M 103 36	1 35 4 66.11	768240.00 N	30.754485	00'0	91.082	67 2907-	4024 53	12040.00	£9'621	00.06	12000.00	
85.5 8	W 103 38	1 35 4 22'18	768240.65 N	90.7EE\$6E	00.0	18.082	4122.49	4164.23	12040.00	£9'6Z1	00.06	16000.00	
99.2	W 103 38	1 35 4 24'18	768241.30 N	30,752485	00.0	281.48	4252.48	4254.23	12040.00	£9'621	00.06	00.00181	
5.58	M 103 38	1 35 4 23 50	768241.95 N	70.761485	00.0	11.282.11	84.2354-	4324 33	12040.00	£9'621	00'06	16200.00	
85.5	W 103 38	1 35 4 25 51	768242.60 N	70.760486	00.0	282.76	84.5244-	4424'53	12040.00	£9.671	00'06	16300.00	
89.2	M 103 38	1 35 4 21 55	768243.25 N	80.758585	00.0	19.683.41	4225'48	4224233	12040.00	£9'6Z1	00.06	00.00481	
89.2	M 103 38	1 35 4 20.23	768243.90 N	80.768595	00'0	584.06	84.5284-	4654.23	12040.00	£9'6ZI	00'06	00.00201	
2.58	W 103 36	1 35 4 49.24	768244.55 N	60.757585	00.0	17.485	74.52.47	4754.23	12040.00	£9'6Z1	00.08	00.00381	
85.5	W 103 38	1 35 4 48 52	768245.20 N	80.768686	00.0	385.36	74.5284-	4824 33	12040.00	£9'621	00'06	00.00781	
2.58	W 103 36	1 32 4 47.26	768245.86 N	01 169666	00.0	286.02	74.5284-	4964.23	12040.00	£9.671	00'06	00.00891	
89'Z	W 103 38	1 32 4 46.27	768246.51 N	11.764666	00.0	79.885	74.2208-	5054.23	12040.00	69.671	00'06	00.00681	
86.5	9E E01 W	1 32 4 46 28	768247.16 N	11.755585	00.0	26.782	-6152,46	5154.23	12040.00	69.671	00.06	00.00071	
5.58	af Eol W	1 32 4 44 20	768247.81 N	393531.12	00.0	79.782	-2252,46	5254.23	12040.00	59.671	00'06	00.00171	
2.56	N 103 38	1 35 443 30	768248.46 N	383137.12	00.0	288 62	992366-	EC 79E9	12040.00	£9 6Z1	00'06	17200 00	
89.6	AF EDI W	1 32 4 43 31	N 11.852897	EL ZEOEBE	000	26.982	-2452.46	5454.23	12040.00	E9 621	00'06	00 00021	
85.0	95 COL M	1 32 4 41 33	768249.76 N	F1 756265	0.00	289 92	97.2552-	10 7999	00 07021	FA RT1	00.08	00 007/1	
89.6	as for W	NE UP 7 22	N 17056892	AF TERCOE	000	72.003	57 6595.	16 7999 07:5000	00 07061	FA PT1	00.08	00.0021	
89.6	95 201 44	30 05 7 CE 1	N 90156892	FF 181688	00.0	66 106	5V 6525"	FC 1272	00 07061	FA 071	00.06	00.00071	
93.0	N 403 30	00.80 F 20	N 17 12001	31 12 120C	00.0	28 106	24 C282.	FC 1283	00 00061	CO.611	00.06	00.00071	
00.2	0C COI **	LU LU V CE 1	N 98 696892	31 16976C	00.0	63 606	3F 6303-	C2.PC00	00 01001	CO.611	00.00	00.00871	
00.7	DC CO1 44	10.10 - 20 -	N CU 256892	3+ 12FC02	00.0	8+ 106 70.787	34 6309-	CC 7303	00 00000	CO.611	00.06	00.00011	
00.2	0C CO1 44	00 30 4 66 1	N 28 596892	2 + 122602	00.0	LO LOC	FF C3+5	CZ.PC00	00 00001	C0.611	00.06	00.00081	
00.2	DC COL MA	BC CC - ZC I	N CE PSC88Z	ZF ZECCOE	00.0	87 700	VV 6969	CC V9C9	00 00000	CO.611	00.06	00.00081	
00.2	00 001 44	05.60 5 70 1	201607004	11.107780	00:0	06-607	hh'7070-	67.9670	00.04021	00.671	00.06	00:00101	

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	92.2 96 EOI V	N 66.83 E SE N	40.87 <u>58</u> 87	366592.69	00'0	318.20	<u>9686-</u>	17.8686	12040.00	£9.671	00.08	84.44712	Cimarex Red Hills Unit #131H - PBHL [330'
	4103 36 2'28	N 32 3 58.77 W	97.772897	75.753885	00.0	16.715	96.2286-	62°#986	12040.00	£9'6Z1	00'06	00.00712	
	A 103 36 5'28	N 32 3 28'16 M	01.772887	TE.TET88E	00'0	317.26	16.5378-	8754.23	12040.00	69.671	00'06	21600.00	
	N 103 36 5 26	N 35 4 0'12 N	24.972837	36.75888E	00.0	18.815	75.2296-	8654.23	12040.00	110'63	00'06	21200.00	
	V 103 36 2'28	N 32 4 1.74 W	08.275837	36.759885	00.0	96.215	7£.522-	9664.23	12040.00	69.671	00'06	21400.00	
	V 103 36 5 26	N 35 4 512 W	GL GZ2892	35.750685	00.0	15.215	76.5246-	9454.23	12040.00	£9.671	00'06	21300.00	
	69 C 95 EUL /	W 62 8 P 68 N	09 PLC891	PE 281085	00.0	99 415	85 6556-	56 7550 07 6076	00.04021	£9 621	00.08	00.00112	
	807 95 501 /	V(FZ F F CE N	P8 220892	LE TECORE	00.0	10 115	86 6960" 96 7018-	62 P960	00.04021	59 02 F	00'08	00.00015	
	69'Z 96 201 A	A 69'9 7 75 N	PG'7/789/	2222222	00.0	0/.216	86'7906-	52 1906	00'0+071	£9'6/L	00'06	00.00805	
	69'Z 9E EOL A	N 89'L 7 ZE N	68.172887	25.752685	00.0	90.21E	86'2'38	£2.4288	12040.00	£9'6/L	00'06	00.00802	
	A 103 36 5 28	N 35 4 8 91 N	768271.24	389692.32	00.0	311.40	65.238-	8864.23	12040.00	£9'621	00'06	20700.00	
	A 103 36 5'28	N 35 4 8 99 A	168.0158870.59	15.757985	00.0	310.75	65.2378-	8754.23	12040.00	128.63	00'06	20600.00	
	A 103 36 5'28	N 35 4 10 62 M	768269.94	05.728685	00.0	310.10	6£.588-	8654.23	12040.00	£9'621	00'06	20600.00	
	V 103 36 5.59	N 35 411.64 W	768269.29	389931.30	00.0	306.45	65.238-	8224.23	12040.00	£9.671	00'06	20400.00	
	V 103 36 2.59	N 32 4 12.63 V	P68268.64	390037.29	00.0	308.80	-8425'38	8464.23	12040.00	£9.671	00'06	20300.00	
	V 103 36 2'69	N 32 4 13.62 V	66.782887	62.7E108E	00'0	308.15	-8362.40	8364.23	12040.00	69.671	00'06	20200.00	
	A 103 36 5 28	N 35 4 14 91 N	768267.34	390237.28	00.0	05.705	-8252.40	8254.23	12040.00	69.671	00'06	20100.00	
	60'7 95 EUL A	N U9 91 7 CE N	89 990897	AC TEFORE	00.0	38 905	05.2000-	5C 7918	00.04021	59 071	00.06	00.00661	
	66'Z 96 601 A	1.09911 28 N	20 996892	17.125085	00.0	PC.CUC	15708/-	52.408	00.04021	C0.6/1	00.08	00'00961	
	69'Z 96 FOL A	A /GBL 7 ZE N	6/ 79789/	92.169085	00.0	68 205	17798/-	62 \$98/	00.04021	£9'6/L	00.08	00.00/81	
	4103 38 5'2 8	N 35 4 19 26 N	80.482887	32.7ET08E	00.0	304.24	14.2977-	62.4377	12040.00	69.671	00.06	00.00981	
	A 103 36 5'28	N 35 4 50 24 M	768263.43	35.7E809E	00.0	69'606	14.5237-	1654.23	15040.00	116 63	00'06	18200.00	
	N 103 36 5'28	N 35 4 51 23 M	87.282637	42.7£808£	00.0	302.94	14.5537-	2224°53	12040.00	£9.671	00.08	18400.00	
	N 103 36 5 26	N 35 \$ 55'25 M	268262.13	391037.24	00.0	302.29	54.52.42	7454.23	12040.00	£9.671	00.08	18300.00	
	V 103 36 2'69	N 35 4 23 21 M	84.185887	55.751195	00.0	301.64	-7352.42	7354.23	12040.00	£9.671	00.08	19200.00	
	V 103 36 2'59	N 35 4 54 20 N	268.08260.83	52.752165	00.0	900.99	25.42	7254.23	12040.00	£9.91	00.06	00.00101	
	A 103 36 5'28	N 35 4 52 40 N	81.082887	22.755195	00.0	300.34	24.5217-	7164.23	12040.00	£9.671	00'06	00.00001	
	85 C 96 COL A	N 37 92 7 28 N	25 652892	22 754185	00.0	69 662	24 2202-	EC 9902	12040 00	59 621	00.08	00.00681	
	95 6 95 601 /	VILVLGV CE N	78 890897	12.100180	00.0	LU 662	EP 2969-	EC 19969	00 07021	59 621	00.08	00.00.00	
	830 955ULA 907 955ULA	VI 37867 CE N	10.102881	102.121182	00.0	80 800 S/187	57 6389 57 67 89	5C 7389	00 07021	59.071	00'06	00.00281	
	86.5 86 EUL V	V 31 0C 1 CC N	29 29 29 29 29 2	61.128185	00.0	80.762	54.2000-	52.900	00.04021	59.811	00.08	00.00881	
	86.5 85 EUL	V 55 LE 5 ZE N	/2.96588/	61.128195	00.0	57.962	£# Z999-	CZ 9000	00.04021	29.6/1	00.08	00.00+81	
	8972 96 601 /	N 35 4 35 45 N	29.992897	81.750285	00.0	8/ 962	PP 2929-	6454.23	12040.00	29'621	00.08	00.00581	
	N 103 36 2.58	N 32 4 33 41 M	76.425897	81.751295	00.0	595.13	PP 2929-	6364.23	12040.00	29.671	00.08	18200.00	
	(E.M.3)	(S/N)	(504)	(SUA)	(1001/.)	(1)	(1)	(ų)	(1)	6)	(.)	(1)	suemmoo
	epniigno.i	ebuittaJ	gnites3	βοιμμοΝ	570	EM	SN	AZEC	GVT	bhÐ mizA	ioni	aw	atrommo?

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Co-Flex Hose Red Hills Unit 131H Cimarex Energy Co. 32-25S-33E Lea Co., NM



0-11	Red Hills Unit 131H Cimarex Energy Co. 32-25S-33E Lea Co., NM	
	Midwest	Hose
	& Specialt	ty, Inc.
	INTERNAL HYDROSTA	TIC TEST REPORT
	Customer: Oderco Inc	P.O. Number: odyd-271
	HOSE SPECIFIC	CATIONS
	Type: Stainless Steel Armor Choke & Kill Hose	Hose Length: 45'ft.
	I.D. 4 INCHES WORKING PRESSURE TEST PRESSURE	O.D. 9 INCHES BURST PRESSURE
	10,000 PS/ 15,000	PSI 0 PSI
	COUPLI	INGS
	Stem Part No. OKC	errule No. OKC OKC
	Type of Coupling: Swage-It	
	PROCEE	DURE
	<u>Hose assembly pressure tested with w</u> TIME HELD AT TEST PRESSURE	<u>water at ambient temperature</u> . ACTUAL BURST PRESSURE:
	15 MIN.	<u> </u>
	Hose Assembly Serial Number: Ho	
	Comments:	
	Date: Tested: (A. for	nin Show Approved:

Co-Flex Hose Hydrostatic Test **Red Hills Unit 131H** Cimarex Energy Co. 32-25S-33E Lea Co. NM



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32-255-33E • Lea Co., NM	V V Midwest Hos	P
હ	x Specialty, Ir	nc.
Cert	ificate of Confo	rmity
Customer: DEN	1	PO ODYD-271
	SPECIFICATIONS	
Sales Order 79793	Dated:	3/8/2011
We hereby ceri for the referenc according to the order and curre	fy that the material ed purchase order e requirements of t nt industry standar	supplied to be true he purchase rds
We hereby ceri for the reference according to the order and curre Supplier: Midwest Hose & 10640 Tanner F Houston, Texas	fy that the material ed purchase order e requirements of t nt industry standar & Specialty, Inc. Road \$ 77041	supplied to be true he purchase rds
We hereby ceri for the reference according to the order and curre Supplier: Midwest Hose & 10640 Tanner f Houston, Texas	fy that the material ed purchase order e requirements of t nt industry standar & Specialty, Inc. Road \$ 77041	supplied to be true he purchase rds

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Co-Flex Hose Red Hills Unit 131H Cimarex Energy Co. 32-25S-33E Lea 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, hammer 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) 670-6818

Multi-bowl Wellhead Diagram



32-25S-33E Lea Co., NM

1. Geological Formations

TVD of target 12,040	Pilot Hole TD N/A
MD at TD 21,744	Deepest expected fresh water

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone	Hazards
Rustler	1000	N/A	
Top of Salt	1340	N/A	
Base of Salt	4630	N/A	
Delaware Sands	4895	N/A	
Bone Spring	9025	Hydrocarbons	
1st Bone Spring Sand	10010	Hydrocarbons	
2nd Bone Spring Sand	10565	Hydrocarbons	
3rd Bone Spring Sand	11689	Hydrocarbons	
3rd Bone Spring Target	12040	Hydrocarbons	
Wolfcamp	12145	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	1050	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.54	3.60	6.39
12 1/4	0	4875	9-5/8"	40.00	J-55	LT&C	1.21	1.53	2.67
8 3/4	0	11575	5-1/2"	20.00	L-80	LT&C	1.63	1.70	1.73
8 3/4	11575	21744	5-1/2"	20.00	L-80	BT&C	1.57	1.60	50.11
				BLM	Minimum S	afety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Cimarex Energy Co., Red Hills Unit 131H

	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.	Y
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).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
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?	Ν
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?	Ν

3. Cementing Program

Casing	# Sks	Wt. Ib/gal	Yld ft3/sack	H2O gal/sk	, 500# Comp. Strength (hours)	Slurry Description
Surface	509	13.50	1.72	9.15	15.5	Lead: Class C + Bentonite
	136	14.80	1.34	6.32	9.5	Tail: Class C + LCM
					•	
Intermediate	923	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Salt + Bentonite
	285	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Production	596	10.30	3.64	22.18		Lead: Tuned Light + LCM
	2174	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	45
Intermediate	0	50
Production	4675	16

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	x		
	9 		Other			
8 3/4	13 5/8	3M	Annular	x	50% of working pressure	
			Blind Ram			
			Pipe Ram		3M	
			Double Ram	×		
			Other			

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.					
X	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 1050'	FW Spud Mud	8.30 - 8.80	30-32	N/C
1050' to 4875'	Brine Water	9.70 - 10.20	30-32	N/C
4875' to 21744'	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

Logging, Coring and Testing

x	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 Interval

7. Drilling Conditions

Condition	
BH Pressure at deepest TVD	5634 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.

Drilling Plan



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

Submission Date: 05/31/2018

Well Number: 131H

Well Work Type: Drill

57.85

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11/30/2018

SUPO Data Report

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Show Final Text

APD ID: 10400030762

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Type: CONVENTIONAL GAS WELL

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:

Red_Hills_Unit_32_5_Road_Route_20180531153233.pdf

Normoellinges COLLECTC Length: Costi		Naturiji: ek	
NER: Edepert(Sil): 2007 Artiny: Coup of Hinefakier: 54/	y well service the service of the se		

ACOE Permit Number(s):

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New road access plan attachment:

Access road engineering design attachment:

Nenness euniteding hyper@RAWEL
Well Name: RED HILLS UNIT

Well Number: 131H

Access surfacing type description:

Access anello lepsell soundo deplin 6

Offsite topsoil source description:

grefty liggestil achtevel process: Pushvelfend slockpile alongside the lefations

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Revnord distance die stage curvert LOW WATER. OT ER

Decharge Control components for control and prevent prioritally content in test projection from leaving the part site, a perimeter beam and college or parts will be installed. Constanting wave will be retroyed from parts the believes to conse, and disposed of arcs size opposed to fille. Standing wave a public will not be allowed. During a fille believe would be established and initial mathematical formation and an analysis of the wave from oppositions. Nearly decide the many disposed of arcs size opposed for the formation of and the disposed of the disposed formations. Nearly decide the disposed of the standard of the standard of the disposed of the disposed of the standard of the disposed of the standard of the standard of the standard of the standard of the disposed of the standard of the standard

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Red_Hills_Unit_32_5_Road_Route_20180531153233.pdf

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Lengelin	WINNE (THIE	
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ACOE Permit Number(s):

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New need states chosing control

Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Number: 131H

New road access plan attachment:

Loomse nord mailmaning design?

Access road engineering design attachment:

Neeces confeeling White Reaces Confeeling White

Access surfacing type description:

Annexes emails depending on the second secon

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Veronated Chellange terrorscharge

Distinger Control commenter

Soud Divertise (Countrol School Parties (DCC)) descontations

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Red_Hills_Unit_32_5_Road_Route_20180531153233.pdf

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Operator Name: CIMAREX ENERGY COMPANY

Well Name: RED HILLS UNIT

Well Number: 131H

New local course plan or papelle particular and the

New road access plan attachment:

Access road engineering design attachment:

Accurace Consocute connects

Access surfacing type description:

Access englie topsell source deputy. Offsite topsoil source description:

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New World Challman Charactering

Declinance (Commell examinations) Record Distances (Commell Structure) (INCSNULS sufficients)

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:

Red_Hills_Unit_32_5_W2W2_Pad_1_Mile_Radius_Existing_Wells_20180531153304.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 Number: 131H

Water source type: MUNICIPAL

Source volume (acre-feet): 0.6444655

Source longitude:

Red_Hills_Unit_32_East_BS__3_CTB_Battery_Layout_20180531153320.pdf Red_Hills_Unit_32_East_WC__4_CTB_Battery_Layout_20180531153323.pdf Red_Hills_Unit_32_West_BS__1_CTB_Battery_Layout_20180531153325.pdf Red_Hills_Unit_32_West_WC__2_CTB_Battery_Layout_20180531153329.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING, SURFACE CASING Describe type:

Source latitude:

Source datum:

Water source permit type: WATER RIGHT, WATER RIGHT

Permit Number:

Source land ownership: STATE

Water source transport method: PIPELINE,PIPELINE,TRUCKING,TRUCKING Source transportation land ownership: STATE

Water source volume (barrels): 5000

Source volume (gal): 210000

Water source and transportation map:

Red_Hills_Unit_32_5_Drilling_Water_Routes_20180531153408.pdf

Water source comments:

New water well? NO

New Water Well I	nfo	
Well latitude:	Well Longitude:	Well datum:
Well target aquifer:		
Est. depth to top of aquifer(ft):	Est thickness o	of aquifer:
Aquifer comments:		
Aquifer documentation:		
Well depth (ft):	Well casing type:	
Well casing outside diameter (in.):	Well casing insid	e diameter (in.):
New water well casing?	Used casing sour	rce:
Drilling method:	Drill material:	
Grout material:	Grout depth:	

Well Number: 131H

Well Production type:

Casing top depth (ft.): Completion Method:

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: 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 containmant attachment:

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

Disposal type description:

Disposal location description: Haul to R360 commercial Disposal

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 containmant 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

Reserve Pit

Well Number: 131H

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.) Reserve pit width (ft.)

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 depth (ft.)

Cuttings area width (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:

Red_Hills_Unit_131H_Wellsite_layout_20180531153431.pdf Comments:

Well Name: RED HILLS UNIT

Well Number: 131H

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: RED HILLS UNIT 32-5 W2W2 Multiple Well Pad Number: PAD 1

Recontouring attachment:

Red_Hills_Unit_32_5_W2W2_Pad_1_Interim_Reclaim_20180531153445.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. 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. Erosion Control Best Management Practices would be used where necessary and construction. Erosion Control Best Management Practices would be used where necessary and construction. Erosion Control Best Management Practices would be used where necessary and construction. Erosion Control Best Management Practices would be used where necessary and construction that are no longer needed for operations 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 used where necessary and consist of seeding, 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	Well pad interim reclamation (acres):	Well pad long term disturbance
(acres): 6.907	3.551	(acres): 3.356
Road proposed disturbance (acres):	Road interim reclamation (acres): 0	Road long term disturbance (acres):
6.227		6.227
Powerline proposed disturbance	Powerline interim reclamation (acres):	Powerline long term disturbance
(acres): 8.233		(acres): 8.233
Pipeline proposed disturbance	Pipeline interim reclamation (acres): U	Pipeline long term disturbance
(acres): 30.138	Other interim reclamation (acres): 0	(acres): 30.138
Other proposed disturbance (acres):		Other long term disturbance (acres):
10.181	Total interim reclamation: 3.551	10.181
Total proposed disturbance: 61.686		Total long term disturbance: 58.135

Disturbance Comments: Flowline: 6009', Gas lift: 6009', Power: 11952', SWD: 11421', Sales: 7555', Oil: 8997', Road: 9041' Temp fresh water line: 9641'

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:**

Well Number: 131H

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Existing Vegetation Community at the road attachment: Existing Vegetation Community at the pipeline: Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: Existing Vegetation Community at other disturbances attachment:

Non native seed used?

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project?

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? Seed harvest description: Seed harvest description attachment:

Seed Management

Seed Type

Seed Table	
Seed type:	Seed source:
Seed name:	
Source name:	Source address:
Source phone:	
Seed cultivar:	
Seed use location:	
PLS pounds per acre:	Proposed seeding season:
Seed Summary	Total pounds/Acre:

Pounds/Acre

Well Number: 131H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact In	
First Name:	Last Name:
Phone:	Email:
Seedbed prep:	
Seed BMP:	
Seed method:	
Existing invasive species? NO	
Existing invasive species treatmer	nt description:
Existing invasive species treatmer	nt 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: PRIVATE OWNERSHIP

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:

Well Number: 131H

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

 Fee Owner: Tommy Dinwiddle (Dinwiddie Cattle Co) Fee Owner Address: PO Box 963 Capitan, NM 88316

 Phone: (575)355-7610
 Email:

 Surface use plan certification: YES

 Surface use plan certification document:

 Red_Hills_Unit_131H_Operator_Land_Owner_Agreement_20180531153607.pdf

 Surface access agreement or bond: Agreement

 Surface Access Agreement Need description: See Attached Operator_Land Owner Agreement

 Surface Access Bond BLM or Forest Service:

 BLM Surface Access Bond number:

 USFS Surface access bond number:

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS,285003 ROW – POWER TRANS,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 surface disturbance for the SWD, Road, Sales, Oil & Power routes are the same for Red Hills Unit Wells in Sec 32-25S-33R.

Use a previously conducted onsite? YES

Previous Onsite information: Onsite April 17, 2018 with BLM (Jeff Robertson) and Cimarex (Barry Hunt)

Other SUPO Attachment

Red_Hills_Unit_32_5_W2W2_Pad_1_Public_Access_20180531153647.pdf Red_Hills_Unit_32_5_W2W2_Pad_1_Road_Description_20180531153649.pdf Red_Hills_Unit_32_5_Flow_Gas_lift_Route_20180531153651.pdf Red_Hills_Unit_32_5_Oil_Pipeline_Route_20180531153654.pdf

Well Number: 131H

Red_Hills_Unit_32_5_Power_Route_20180531153658.pdf Red_Hills_Unit_32_5_Sales_Route_20180531153659.pdf Red_Hills_Unit_32_5_SWD_Route_20180531153702.pdf Red_Hills_Unit_131H_SUPO_20180531153704.pdf Red_Hills_Unit_32_5_Temp_Water_Route_20180531153703.pdf



















BEGINNING AT THE INTERSECTION J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 2.4 MILES TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "A" TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY, THEN SOUTHERLY DIRECTION APPROXIMATELY 6,409' TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "D" TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1,253' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 8.9 MILES.

CIMAREX ENERGY CO.



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











Prevailing Winds 750' X 650' Archaeological Survey Boundary	Provide Supervision of the super
Proposed Flow Line Connection Area	
Topsoil Stockpile	
Proposed Red Hills	
Unit 32–5 Access Road "D"	
NOTES:	CIMAREX ENERGY CO.
	RED HILLS UNIT 32 EAST WC #4 CTB 1005' FNL 2284' FEL (APPROX. CENTER OF PAD) NW 1/4 NE 1/4, SECTION 32, T25S, R33E, N.M.P.M. LEA COUNTY, NEW MEXICO
UELS, LLC	SURVEYED BY J.J., C.H. 05-01-18 SCALE DRAWN BY P 05-06-19 1"-1001
UINTAH Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017	ARCHAEOLOGICAL SURVEY BOUNDARY EXHIBIT F

BEGINNING AT THE INTERSECTION J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 2.4 MILES TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "A" TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY, THEN SOUTHERLY DIRECTION APPROXIMATELY 6,409' TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "D" TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1,983' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 9.0 MILES.

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BEGINNING AT THE INTERSECTION J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 2.4 MILES TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "A" TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY, THEN SOUTHERLY, THEN WESTERLY DIRECTION APPROXIMATELY 6,882' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 8.7 MILES.

CIMAREX ENERGY CO.



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










N Prevailing Winds 750' X 650' Archaeological	Trivey Boundary
Proposed Flow Line Connection Area	
Proposed Red Hills Unit 32–5 Access Road "D"	Proposed Red Hills Unit 32–5 Access Road "D" (Alternate Egress) CIMAREX ENERGY CO. RED HILLS UNIT 32 WEST WC #2 CTB 1005' FNL 1357' FWL (APPROX. CENTER OF PAD) N 1/2 NW 1/4, SECTION 32, T25S, R33E, N.M.P.M. LEA COUNTY, NEW MEXICO SURVEYED BY J.J., C.H. 05-01-18 SCALE DRAWN BY R.J. 05-06-18 1" = 100'

BEGINNING AT THE INTERSECTION J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 2.4 MILES TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "A" TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY, THEN SOUTHERLY DIRECTION APPROXIMATELY 6,409' TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "D" TO THE EAST; TURN LEFT AND PROCEED 334' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 8.7 MILES.



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CIMAREX ENERGY CO.













TY

Vernal, UT 84078 * (435) 789-1017

RVEYED BY	J.J., C.H.	05-01-18	SCALE
DRAWN BY	R.J.	05-09-18	AS SHOWN
PICAL CH	ROSS SECTION	DNS EX	HIBIT J







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

0	Well locations
	Interim Reclamation

N ↑

Exhibit P Interim Reclamation Diagram Red Hills Unit 32-5 W2W2 Pad Cimarex Energy Co. Sec 32-25S-33E Lea Cty, NM

Operator - Land Owner Agreement

Company:	Cimarex Energy Co.		
Proposed Well:	Red Hills Unit 131H		
Federal Lease Number:	NMNM0106040A		

Please be advised that Cimarex Energy Co. has an agreement with the surface owner, listed below, concerning entry and surface restoration after completion of drilling operations at the above described well.

Tommy Dinwiddie (Dinwiddie Cattle Co) PO Box 963 Capitan, NM 88316 (575) 355-7610

After abandonment of the well, all pits will be filled and levelled and all equipment and trash will be removed from the well site. No other requirements were made concerning restoration of the well site.

5/23/2018

Date

Aricka Eas



BEGINNING AT THE INTERSECTION J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 2.4 MILES TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "A" TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY DIRECTION APPROXIMATELY 5,214' TO THE BEGINNING OF THE PROPOSED RED HILLS UNIT 32-5 ACCESS ROAD "C" TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 67' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF J-1/ORLA ROAD AND AN EXISTING ROAD TO THE EAST (LOCATED AT NAD 83 LATITUDE N32.0650° AND LONGITUDE W103.6743°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 8.4 MILES.



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

NW 1/4 NW 1/4, SECTION 32, T25S, R33E, N.M.P.M. LEA COUNTY, NEW MEXICO					
SURVEYED BY	A.H., F.R.	05-01-18			
DRAWN BY	V.L.D.	05-07-18			
ROAD DESCRIPTION EXHIBIT A					

CIMAREX ENERGY CO.

RED HILLS UNIT 32-5 W2W2 PAD #1





















BEGINNING OF POWER LINE "A" BEARS S41'44'39"W 1712.65' FROM THE EAST 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "A" BEARS N21'53'29"E 1078.33' FROM THE WEST 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

BEGINNING OF POWER "B" LINE BEARS N38'29'58"E 1239.78' FROM THE WEST 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "B" BEARS S50'48'50"E 892.03' FROM THE NORTHWEST CORNER OF SECTION 32, T255, R33E, N.M.P.M.

BEGINNING OF POWER LINE "C" BEARS S54'16'05"E 964.80' FROM THE NORTHWEST CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "C" BEARS S57'25'14"E 1046.00' FROM THE NORTHWEST CORNER OF SECTION 32, T255, R33E, N.M.P.M.

BEGINNING OF POWER LINE "D" BEARS N54"19'52"E 1666.27' FROM THE WEST 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "D" BEARS S16'31'38"E 1282.94' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M. BEGINNING OF POWER LINE "E" BEARS S42'58'06"W 1882.98' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "E" BEARS S46'09'27"W 1779.81' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

BEGINNING OF POWER LINE "F" BEARS S14'50'44"W 1423.74' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "F" BEARS S16'30'52"W 1284.19' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

ACREACE / LENCTH TARLE !! A!

BEGINNING OF POWER LINE "G" BEARS S01'35'26"E 1376.04' FROM THE NORTH 1/4 CORNER OF SECTION 32, T255, R33E, N.M.P.M.

END OF POWER LINE "G" BEARS S07"47'40"W 570.43' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

BEGINNING OF POWER LINE "H" BEARS S03'43'24"E 566.15' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "H" BEARS SO8'15'10"E 570.79' FROM THE NORTH 1/4 CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

BEGINNING OF POWER LINE "I" ON STATE OF NEW MEXICO LANDS BEARS SOO'08'32"E 687.30' FROM THE NORTHEAST CORNER OF SECTION 32. T25S. R33E. N.M.P.M.

END OF POWER LINE "I" BEARS S57'47'19"W 1090.74' FROM THE NORTHEAST CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

BEGINNING OF POWER LINE "J" BEARS S16'29'31"W 717.12' FROM THE NORTHEAST CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

END OF POWER LINE "J" BEARS S17'12'16"W 688.42' FROM THE NORTHEAST CORNER OF SECTION 32, T25S, R33E, N.M.P.M.

LINE TABLE

AUREAGE / LENGINIADLE A				
	OWNERSHIP	FEET	RODS	ACRES
SEC. 32 (NE 1/4 SE 1/4)	STATE OF NEW MEXICO	229.94	13.94	0.158
SEC. 32 (NW 1/4 SE 1/4)	STATE OF NEW MEXICO	1699.06	102.97	1.170
SEC. 32 (NE 1/4 SW 1/4)	STATE OF NEW MEXICO	107.13	6.49	0.074
SEC. 32 (SE 1/4 NW 1/4)	STATE OF NEW MEXICO	1581.54	95.85	1.089
SEC. 32 (SW 1/4 NW 1/4)	STATE OF NEW MEXICO	948.27	57.47	0.653
TO	TAL	4565.94	276.72	3.145
			<u>, </u>	
ACREA	GE / LENGTH TAI	BLE ".	B"	
ACREA	GE / LENGTH TAL	BLE "	B" RODS	ACRES
ACREAC SEC. 32 (SW 1/4 NW 1/4)	GE / LENGTH TAL OWNERSHIP STATE OF NEW MEXICO	BLE "	B " RODS 21.22	ACRES 0.241
ACREA SEC. 32 (SW 1/4 NW 1/4) SEC. 32 (NW 1/4 NW 1/4)	GE / LENGTH TAL OWNERSHIP STATE OF NEW MEXICO STATE OF NEW MEXICO	BLE " . FEET 350.19 846.21	B " RODS 21.22 51.29	ACRES 0.241 0.583
ACREA SEC. 32 (SW 1/4 NW 1/4) SEC. 32 (NW 1/4 NW 1/4) TO	GE / LENGTH TAL OWNERSHIP STATE OF NEW MEXICO STATE OF NEW MEXICO TAL	FEET 350.19 846.21 1196.40	B " RODS 21.22 51.29 72.51	ACRES 0.241 0.583 0.824
ACREA SEC. 32 (SW 1/4 NW 1/4) SEC. 32 (NW 1/4 NW 1/4) TO	GE / LENGTH TAI OWNERSHIP STATE OF NEW MEXICO STATE OF NEW MEXICO TAL	BLE " FEET 350.19 846.21 1196.40	B " RODS 21.22 51.29 72.51	ACRES 0.241 0.583 0.824

ACREAGE / LENGTH TABLE "C"

FEET RODS ACRES OWNERSHIP SEC.32 (NW 1/4 NW 1/4) STATE OF NEW MEXICO 98.23 5.95 0.068

ACREAGE / LENGTH TABLE "D"

	OWNERSHIP	FEET	RODS	ACRES
SEC. 32 (SE 1/4 NW 1/4)	STATE OF NEW MEXICO	1581.33	95.84	1.089
SEC. 32 (SW 1/4 NE 1/4)	STATE OF NEW MEXICO	416.88	25.27	0.287
SEC. 32 (NW 1/4 NE 1/4)	STATE OF NEW MEXICO	89.59	5.43	0.062
TO	TAL	2087.80	126.53	1.438

ACREAGE / LENGTH TABLE "E"				
OWNERSHIP FEET RODS ACRES				
SEC. 32 (SE 1/4 NW 1/4)	STATE OF NEW MEXICO	55.66	3.37	0.038
SEC. 32 (NE 1/4 NW 1/4)	STATE OF NEW MEXICO	89.34	5.41	0.062
TOTAL 145.00 8.79 0.100				

LINE	DIRECTION	LENGTH
ព	N51"15'32"W	3583.24'
L2	S89*52'08"W	581.91'
L3	S89'52'08"W	369.65'
L4	N00'07'54"W	31.15
L5	N00'13'10"E	1104.62
L6	S89"53'08"W	91.77
L7	N89°53'08"E	98.23
L8	N00'06'04"W	294.16'
L9	N89'53'56"E	918.64'
L10	N89'53'56"E	402.98'
L11	N89"53'56"E	327.02'
L12	N00'06'04"W	145.00'
L13	N00'06'04"W	145.00'
L14	N00'06'04"W	145.00'
L15	N00'06'04"W	810.55
L16	S89'53'57"W	114.13
L17	N89'53'57"E	45.17
∟20	S89'54'45"W	205.28'
L21	S89'54'45"W	719.20'
L22	N00'02'43"W	107.30
L23	N00'05'16"W	30.00'

CERTIFICATE THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE CROUND UPON WHICH IT IS BASED WERE "FEROBLED ON MOR UNDER MY INFECT SURVEY ON THAT I AKARDSONSIBLE FOR THIS SUR NEW CT TO THE



FILE: 63849-A2 Sheet 2 of 7 NOTES: Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00" **CIMAREX ENERGY CO.** RED HILLS UNIT 32-5 POWER LINE NETWORK ON STATE OF NEW MEXICO LANDS SECTION 32, T25S, R33E, N.M.P.M. LEA COUNTY, NEW MEXICO SURVEYED BY A.H., F.R. 05-01-18 SCALE **UELS, LLC** J.P.P 05-17-18 Corporate Office * 85 South 200 East **DRAWN BY** N/A Vernal, UT 84078 * (435) 789-1017 **POWER LINE R-O-W** EXHIBIT I

















PIPELINE RIGHT-OF-WAY DESCRIP ON STATE OF NEW MEXICO LANDS

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

BEGINNING AT A POINT IN THE SW 1/4 NW 1/4 OF SECTION 32, T25S, R33E, N.M.P.M., WHICH BEARS N30'00'42"E 1352.85' FROM THE WEST 1/4 CORNER OF SAID SECTION 32, THENCE N89'52'08"E 306.36'; THENCE N38'44'28"E 200.52'; THENCE S51'15'27"E 3893.79'; THENCE N38'44'30"E 269.13'; THENCE S51'11'33"E 178.59'; THENCE N38'44'59"E 1316.61'; THENCE N39'14'36"E 18.27' TO A POINT ON THE EAST LINE OF THE SE 1/4 NE 1/4 OF SAID SECTION 32, WHICH BEARS N00'08'33"W 23.64' FROM THE EAST 1/4 CORNER OF SAID SECTION 32. 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 4.258 ACRES MORE OR LESS.

SWD PIPELINE RIGHT-OF-WAY DESCRIPTION LATERAL "A"

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

BEGINNING AT A POINT IN THE NW 1/4 NE 1/4 OF SECTION 32, T25S, R33E, N.M.P.M., WHICH BEARS S31'07'42"E 1237.35' FROM THE NORTH 1/4 CORNER OF SAID SECTION 32, THENCE N89'53'56"E 95.00'; THENCE S00'06'04"E 190.26'; THENCE S89'53'56"W 730.00'; THENCE S89'53'56"W 918.64'; THENCE S89'53'56"W 564.81'; THENCE S38'44'28"W 79.29' TO A POINT IN THE NW 1/4 NW 1/4 OF SAID SECTION 32, WHICH BEARS S40'25'32"E 1720.53' FROM THE NORTHWEST CORNER OF SAID SECTION 32. 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 1.775 ACRES MORE OR LESS.

SWD PIPELINE RIGHT-OF-WAY DESCRIPTION LATERAL "B"

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

BEGINNING AT A POINT IN THE NE 1/4 NW 1/4 OF SECTION 32, T25S, R33E, N.M.P.M., WHICH BEARS S04'52'10"W 1064.31' FROM THE NORTH 1/4 CORNER OF SAID SECTION 32, THENCE N89'53'56"E 95.00'; THENCE S00'06'04"E 190.26' TO A POINT IN THE NW 1/4 NE 1/4 OF SAID SECTION 32, WHICH BEARS S00'3'43"E 1250.58' FROM THE NORTH 1/4 CORNER OF SAID SECTION 32. 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 0.196 ACRES MORE OR LESS.

SWD PIPELINE RIGHT-OF-WAY DESCRIPTION LATERAL "C"

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

BEGINNING AT A POINT IN THE NE 1/4 NW 1/4 OF SECTION 32, T25S, R33E, N.M.P.M., WHICH BEARS S43'31'52"W 1464.95' FROM THE NORTH 1/4 CORNER OF SAID SECTION 32, THENCE N89'53'56"E 95.00'; THENCE S00'06'04"E 190.26' TO A POINT IN THE NE 1/4 NW 1/4 OF SAID SECTION 32, WHICH BEARS S36'06'58"W 1550.07' FROM THE NORTH 1/4 CORNER OF SAID SECTION 32. 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 0.196 ACRES MORE OR LESS.

ACREAGE / LENGTH TABLE				
	OWNERSHIP	FEET	RODS	ACRES
SEC. 32 (SW 1/4 NW 1/4)	STATE OF NEW MEXICO	754.66	45.74	0.520
SEC. 32 (NW 1/4 NW 1/4)	STATE OF NEW MEXICO	21.75	1.32	0.015
SEC. 32 (SE 1/4 NW 1/4)	STATE OF NEW MEXICO	1698.52	102.94	1.170
SEC. 32 (SW 1/4 NE 1/4)	STATE OF NEW MEXICO	148.99	9.03	0.103
SEC. 32 (NW 1/4 SE 1/4)	STATE OF NEW MEXICO	1550.14	93.95	1.068
SEC. 32 (NE 1/4 SE 1/4)	STATE OF NEW MEXICO	1978.74	119.92	1.363
SEC. 32 (SE 1/4 NE 1/4)	STATE OF NEW MEXICO	30.47	1.85	0.021
TOT	AL	6183.27	374.74	4.258

ACREAGE / LENGTH TABLE LATERAL "A"

 OWNERSHIP
 FEET
 RODS
 ACRES

 SEC. 32 (NW 1/4 NE 1/4)
 STATE OF NEW MEXICO
 1016.85
 61.63
 0.700

 SEC. 32 (NE 1/4 NW 1/4)
 STATE OF NEW MEXICO
 1321.89
 80.11
 0.910

 SEC. 32 (NW 1/4 NW 1/4)
 STATE OF NEW MEXICO
 239.27
 14.50
 0.165

 TOTAL
 2578.01
 156.24
 1.775

ACREAGE / LENGTH TABLE LATERAL "B"				
OWNERSHIP FEET RODS ACRE				
SEC. 32 (NE 1/4 NW 1/4)	STATE OF NEW MEXICO	93.23	5.65	0.064
SEC. 32 (NW 1/4 NE 1/4)	STATE OF NEW MEXICO	192.03	11.64	0.132
TOTAL 285.26 17.29 0.196				0.196



UELS, LLC Corporate Office * 85 South 200 East

Vernal, UT 84078 * (435) 789-1017

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

05 -SSIONAL 5 FILE: 63851-A3 Sheet 3 of 4 **CIMAREX ENERGY CO. RED HILLS UNIT 32-5 SWD PIPELINE NETWORK** ON STATE OF NEW MEXICO LANDS SECTION 32, T25S, R33E, N.M.P.M. LEA COUNTY, NEW MEXICO SURVEYED BY A.H., F.R. 05-01-18 SCALE DRAWN BY 05-17-18 **SWD PIPELINE R-O-W** EXHIBIT H

CERTIFICATE THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND

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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.
 - o 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: 9041'
- 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.

- Red Hills Unit 32 West BS#1, Red Hills Unit 32 West WC#2, Red Hills Unit 32 East BS#3, and Red Hills Unit 32 East WC#4 CTB -Exhibit F
 - o Direction to facility
 - Facility pad location layout and cut and fill
 - o Facility pad archeological boundary
 - Facility pad flowline corridor
 - o Facility pad access road

Gas Pipeline Specifications

- Cimarex plans to construct an on-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: 7,555'. 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.

Gas Pipeline Specifications

- Cimarex plans to construct an on-lease oil pipeline to service this battery location.
- Please see Exhibit Q for proposed pipeline route.
- Three pipelines: 12" LP Steel, 8" HP Steel, 4" HP Steel.
- Pipeline Length: 8997. Pipeline will be buried
- MAOP: 1,440psi.
- Anticipated working pressure: 12": 300psi; 8" & 4": 1100 psi

Salt Water Disposal Specifications

- Cimarex plans to construct an on-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: 11,421'.
- MAOP: 4" line: 120psi; 12" line: 150psi.
- Anticipated working pressure: 4" line: 110psi; 12": 225 psi.

Power Lines

- Cimarex plans to construct an on-lease power line to service the Red Hills Unit 32-5 Well pads & Batteries.
- Overhead power line from an existing power source located in the SE/4 of Sec 32-25S-33E And NW/4 of Sec 33-25S-33E.
- Length: 11,952'.
- Poles: 43
- Specifications: 480 volt, 4 wire, 3 phase.
- Please see Exhibit I for 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.
 - Mud pits in the closed circulation system will be steel pits and the cuttings will be stored in the steel containment pits.
 - o Cuttings will be stored in steel pits until they are hauled to a state-approved disposal facility.
- Archeological boundary Exhibit L
- Multi well pad: Red Hills Unit 127H through 140H
- Pad Size: 500X560

0

- Construction Material
 - 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.
 - Per the Surface Use Agreement Cimarex will be required to use caliche from a BLM Approved pit in Sec. 20-25S-33E.
 - 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

All proposed pipelines will be constructed in a 60' ROW corridor.

- Flowlines
 - o Cimarex Energy plans to construct on-lease flowlines to service the well.
 - o 6" HP steel for oil, gas, and water production.
 - o Length: 6,009'.
 - o MAOP: 1,500 psi; Anticipated working pressure: 200-300 psi.
 - Please see Exhibit M for proposed on lease route.
- Gas Lift Pipeline
 - o Cimarex Energy plans to construct on-lease gas lift pipelines to service the well.
 - o 6" HP steel for gas lift.
 - o Length: 6,009'.
 - MAOP: 1,500 psi; Anticipated working pressure: 200-300 psi.
 - Please see Exhibit N for proposed on lease route.

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: 9,641'.
- 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 Dinwiddle Cattle Co, PO Box 963, Capitan, NM 88316.
- 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: 4/17/2018 BLM Personnel on site: Jeff Robertson Cimarex Energy personnel on site: Barry Hunt Pertinent information from onsite: Proposed Frac Water Route, Red Hills Unit Pad (Sec. 32-25S-33E), water from Cimarex Cascade Frac Pit (Sec. 29-25S-33E) Lea County, NM

EXHIBIT O





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):

PWD Data Report

11/30/2018

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

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 Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

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:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

Injection well type: Injection well number: Assigned 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

Produced Water Disposal (PWD) Location: PWD surface owner: 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:

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:

Injection well name:

Injection well API number:

PWD disturbance (acres):

PWD disturbance (acres):

FMSS

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

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?

Bond Info Data Report

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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: