<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 **District IV** 

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

#### **State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Form C-101 August 1, 2011

Permit 306273

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZON	ΙE
---	----

		APPLICATION	ON FOR PERIVITI	O DRILL, RE	:-EN I ER, DEEPEI	N, PLUGBACI	K, OK ADD A	ZUNE		
1. Operator Nan	ne and Address						2	. OGRID Number		
CIMA	AREX ENERGY CO	). OF COLORADO						162683		
600	N. Marienfeld Stree	et					3	. API Number		
Midla	and, TX 79701							30-015-4919	4	
4. Property Cod	е	5. P	roperty Name				6	. Well No.		
3320	)91		Parkway 16 Sta	te Com				004H		
7. Surface Location										
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
	4.5	400	205		1200		200	14/		ا المال

L	L	15	198	29E		1360	S	390	W	Eddy
					8. Proposed	Bottom Hole Location	1			

UL - Lot	t	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	M	16	19S	29E	M	802	S	100	W	Eddy

#### 9. Pool Information

SCANLON DRAW;BONE SPRING	55510

#### Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	3340
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	13833	3rd Bone Spring Sand		3/1/2022
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

#### ☑ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	260	168	0
Int1	12.25	9.625	36	3110	792	0
Prod	8.75	7	29	8416	358	2900
Prod	8.75	5.5	17	13833	1790	2900

#### Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

	ZZ. I TOPOSCU BIOWO	at i revention i rogiam	
Type	Working Pressure	Test Pressure	Manufacturer
Annular	2000	2000	Cameran
Annular	3000	3000	Cameran

knowledge and b	pelief.   have complied with 19.15.14.9 (A)	s true and complete to the best of my  NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATION	DIVISION
Signature:					
Printed Name:	Electronically filed by Ashley Ber	gen	Approved By:	Katherine Pickford	
Title:	Regulatory Manager		Title:	Geoscientist	
Email Address:	abergen@cimarex.com		Approved Date:	1/14/2022	Expiration Date: 1/14/2024
Date:	1/7/2022	Phone: 432-620-1974	Conditions of Appr	oval Attached	

District I

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

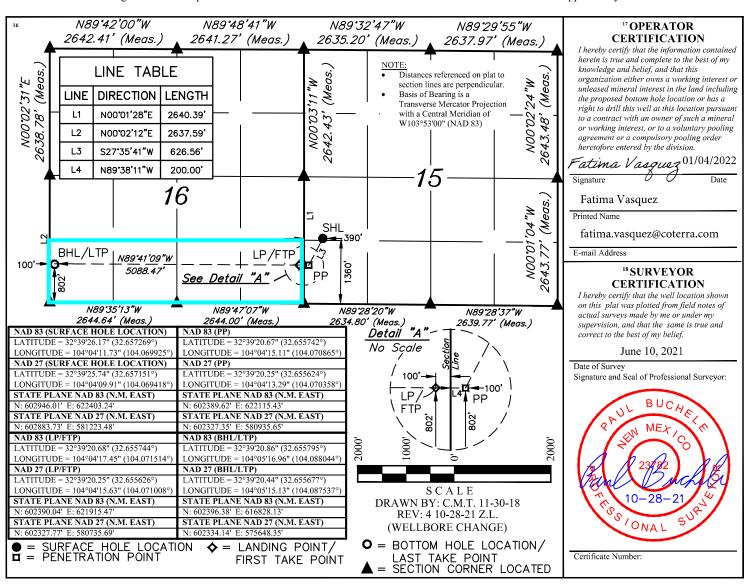
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

1 20 015	API Nu 9194		98199 <sup>2 Pool Code</sup> Parkway; Bone Spring, West  Parkway; Bone Spring, West								raw;Bone Spring
<sup>4</sup> Property C 332091	Property Code  S Property Name PARKWAY 16 STATE COM									<sup>6</sup> Well Number 4H	
7 OGRID No. 162683  8 Operator Name 9 Elevation CIMAREX ENERGY CO. OF COLORADO 3340.3'											
						10 Surface	Location				
UL or lot no. L	Sect 1:		Township 19S	Range 29E	Lot Idn	Feet from the 1360	North/South line SOUTH	Feet from the 390	East/We WE		County EDDY
				11	Bottom Ho	ole Location I	f Different From	Surface			
						County EDDY					
12 Dedicated Acr	es	13 <b>J</b> O	oint or Infill	14 Consc	lidation Code	15 Order No.					

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



Form APD Conditions

Permit 306273

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

#### PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
CIMAREX ENERGY CO. OF COLORADO [162683]	30-015-49194
600 N. Marienfeld Street	Well:
Midland, TX 79701	Parkway 16 State Com #004H

OCD	Condition
Reviewer	
kpickford	The pool assignment for this well has been corrected. Subsequent sundries must reflect the correct pool.
kpickford	Notify OCD 24 hours prior to casing & cement
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104
kpickford	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud
	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing
	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system

Inten	t	As Dril	ed											
API#														
Ope	rator Nar	ne:				Prop	perty N	ame:						Well Number
Kick (	Off Point	(KOP)												
UL	Section	Township	Range	Lot	Feet		From N	I/S	Feet		From	n E/W	County	
Latitu	Latitude Lo												NAD	
First 1	āke Poin	t (FTP)												
UL	Section	Township	Range	Lot	Feet		From N	I/S	Feet		From	n E/W	County	
Latitu	Latitude Longitude NAD										NAD			
Last T	ake Poin	t (LTP)												
UL	Section	Township	Range	Lot	Feet		m N/S	Feet		From E	E/W	Count	Y	
Latitu	ıde				Longitu	ıde						NAD		
					<b>.</b>									
Ic thic	wall tha	dofining	vall far th	o Hori	zontal Cr	aacin	~ I Ini+2	Γ		7				
15 11115	well the	defining w	ren for th	е поп	zontai S <sub>l</sub>	Jacin	gonitr	_		_				
Is this	well an i	infill well?												
	l is yes pl ng Unit.	ease provi	de API if	availak	ole, Opei	rator	Name	and w	vell n	umber	for [	Definir	ng well fo	r Horizontal
API#														
Ope	rator Nar	ne:	<u> </u>			Prop	perty N	ame:						Well Number
														K2 06/20/2019

KZ 06/29/2018

#### Schlumberger



#### Cimarex Parkway 16 State Com #4H Rev2 IC 06Dec21 Proposal Geodetic Report

(Def Plan)

Report Date:

December 06, 2021 - 09:04 AM

Client: Field:

Cimarex Energy NM Eddy County (NAD 83)

Structure / Slot:

Cimarex Parkway 16-17 State Com Pad / New Slot

Well:

Parkway 16 State Com #4H

Borehole:

Parkway 16 State Com #4H

UWI / API#:

Unknown / Unknown

Survey Name:

Cimarex Parkway 16 State Com #4H Rev2 IC 06Dec21

Survey Date:

November 30, 2021

Tort / AHD / DDI / ERD Ratio:

105.367 ° / 5827.451 ft / 5.977 / 0.650

Coordinate Reference System:

NAD83 New Mexico State Plane, Eastern Zone, US Feet

Location Lat / Long:

N 32° 39' 26.16844", W 104° 4' 11.72966"

Location Grid N/E Y/X:

N 602946.010 ftUS, E 622403.240 ftUS

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

0.1421°

Version / Patch:

0.99991662

2.10.826.8

Survey / DLS Computation:

Minimum Curvature / Lubinski

**Vertical Section Azimuth:** 

**Vertical Section Origin:** TVD Reference Datum:

0.000 ft, 0.000 ft RKB

TVD Reference Elevation: Seabed / Ground Elevation: 3362.300 ft above MSL 3340.300 ft above MSL

270.070 ° (Grid North)

7.058° Magnetic Declination:

**Total Gravity Field Strength:** 998.5129mgn (9.80665 Based)

**Gravity Model:** 

**GARM Total Magnetic Field Strength:** 47758.896 nT

Magnetic Dip Angle: 60.341°

**Declination Date:** 

December 06, 2021

Magnetic Declination Model:

HDGM 2021

North Reference:

Grid North 0.1421°

Grid Convergence Used: Total Corr Mag North->Grid

6.9161°

North:

Local Coord Referenced To:

Well Head

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
SHL [1360' FSL, 390' FWL]	0.00	0.00	221.26	0.00	0.00	0.00	0.00	N/A	602946.01	-	<u> </u>	W 104 4 11.73
•	100.00	0.00	221.26	100.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	200.00	0.00	221.26	200.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	300.00	0.00	221.26	300.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	400.00	0.00	221.26	400.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	500.00	0.00	221.26	500.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	600.00	0.00	221.26	600.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	700.00	0.00	221.26	700.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	800.00	0.00	221.26	800.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	900.00	0.00	221.26	900.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	1000.00	0.00	221.26	1000.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	1100.00	0.00	221.26	1100.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	1200.00	0.00	221.26	1200.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	1300.00	0.00	221.26	1300.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	1400.00	0.00	221.26	1400.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
Nudge 2° DLS	1500.00	0.00	221.26	1500.00	0.00	0.00	0.00	0.00	602946.01	622403.24 N	N 32 39 26.17	W 104 4 11.73
	1600.00	2.00	221.26	1599.98	1.15	-1.31	-1.15	2.00	602944.70	622402.09 N	N 32 39 26.16	W 104 4 11.74
	1700.00	4.00	221.26	1699.84	4.60	-5.25	-4.60	2.00	602940.76	622398.64 N	N 32 39 26.12	W 104 4 11.78
	1800.00	6.00	221.26	1799.45	10.34	-11.80	-10.35	2.00	602934.21	622392.89 N	N 32 39 26.05	W 104 4 11.85
Hold	1884.16	7.68	221.26	1883.01	16.94	-19.33	-16.96	2.00	602926.68	622386.28 N	N 32 39 25.98	W 104 4 11.93
	1900.00	7.68	221.26	1898.71	18.33	-20.92	-18.36	0.00	602925.09	622384.88 N	N 32 39 25.96	W 104 4 11.94
	2000.00	7.68	221.26	1997.81	27.14	-30.98	-27.18	0.00	602915.04	622376.07 N	N 32 39 25.86	W 104 4 12.05
	2100.00	7.68	221.26	2096.91	35.94	-41.03	-35.99	0.00	602904.99	622367.25 N	N 32 39 25.76	W 104 4 12.15
	2200.00	7.68	221.26	2196.01	44.75	-51.08	-44.81	0.00	602894.94	622358.43 N	N 32 39 25.66	W 104 4 12.26
	2300.00	7.68	221.26	2295.12	53.55	-61.13	-53.63	0.00	602884.89	622349.62 N	N 32 39 25.56	W 104 4 12.36
	2400.00	7.68	221.26	2394.22	62.36	-71.18	-62.44	0.00	602874.84	622340.80 N	N 32 39 25.47	W 104 4 12.46
	2500.00	7.68	221.26	2493.32	71.16	-81.23	-71.26	0.00	602864.79	622331.98 N	N 32 39 25.37	W 104 4 12.57

Comments	MD	Incl	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	(ftUS)	(N/S ° ' ")	(E/W ° ' ")
	2600.00	7.68	221.26	2592.42	79.97	-91.28	-80.08	0.00	602854.74	622323.17	N 32 39 25.27	
	2700.00	7.68	221.26	2691.53	88.77	-101.33	-88.90	0.00	602844.69		N 32 39 25.17	
	2800.00	7.68	221.26	2790.63	97.58	-111.38	-97.71	0.00	602834.64		N 32 39 25.07	
	2900.00	7.68	221.26	2889.73	106.38	-121.43	-106.53	0.00	602824.59		N 32 39 24.97	
	3000.00	7.68	221.26	2988.83	115.19	-131.48	-115.35	0.00	602814.54	622287.90	N 32 39 24.87	
	3100.00	7.68	221.26	3087.93	123.99	-141.53	-124.17	0.00	602804.50		N 32 39 24.77	
	3200.00	7.68	221.26	3187.04	132.80	-151.58	-132.98	0.00	602794.45		N 32 39 24.67	
	3300.00	7.68	221.26	3286.14	141.60	-161.63	-141.80	0.00	602784.40		N 32 39 24.57	
	3400.00	7.68	221.26	3385.24	150.41	-171.68	-150.62	0.00	602774.35		N 32 39 24.47	
	3500.00	7.68	221.26	3484.34	159.21	-181.73	-159.43	0.00	602764.30		N 32 39 24.37	
	3600.00	7.68	221.26	3583.45	168.02	-191.78	-168.25	0.00	602754.25		N 32 39 24.28	
	3700.00	7.68	221.26	3682.55	176.82	-201.83	-177.07	0.00	602744.20		N 32 39 24.18	
	3800.00	7.68	221.26	3781.65	185.63	-211.88	-185.89	0.00	602734.15		N 32 39 24.08	
	3900.00	7.68	221.26	3880.75	194.43	-221.93	-194.70	0.00	602724.10	622208.55	N 32 39 23.98	
	4000.00	7.68	221.26	3979.85	203.24	-231.98	-203.52	0.00	602714.05		N 32 39 23.88	
	4100.00	7.68	221.26	4078.96	212.04	-242.03	-212.34	0.00	602704.00		N 32 39 23.78	
	4200.00	7.68	221.26	4178.06	220.85	-252.08	-221.16	0.00	602693.95		N 32 39 23.68	
	4300.00	7.68	221.26	4277.16	229.65	-262.13	-229.97	0.00	602683.90		N 32 39 23.58	
	4400.00	7.68	221.26	4376.26	238.46	-272.18	-238.79	0.00	602673.86		N 32 39 23.48	
	4500.00	7.68	221.26	4475.37	247.26	-282.23	-247.61	0.00	602663.81		N 32 39 23.38	
	4600.00	7.68	221.26	4574.47	256.07	-292.28	-256.42	0.00 0.00	602653.76	622146.84	N 32 39 23.28	
	4700.00	7.68	221.26	4673.57	264.87	-302.33	-265.24		602643.71		N 32 39 23.18	
	4800.00	7.68	221.26	4772.67	273.68	-312.38	-274.06	0.00	602633.66	622129.20	N 32 39 23.08	
	4900.00 5000.00	7.68 7.68	221.26 221.26	4871.77 4970.88	282.48 291.29	-322.43 -332.48	-282.88 -291.69	0.00 0.00	602623.61 602613.56		N 32 39 22.99 N 32 39 22.89	
				5069.98					602603.51			
	5100.00 5200.00	7.68 7.68	221.26 221.26	5169.08	300.09 308.90	-342.53 -352.58	-300.51 -309.33	0.00 0.00	602593.46		N 32 39 22.79 N 32 39 22.69	
	5300.00	7.68	221.26	5268.18	317.70	-362.63	-318.15 -326.96	0.00	602583.41 602573.36		N 32 39 22.59	
	5400.00 5500.00	7.68 7.68	221.26 221.26	5367.29 5466.39	326.51 335.31	-372.68 -382.73	-335.78	0.00 0.00	602563.31		N 32 39 22.49 N 32 39 22.39	
	5600.00	7.68	221.26	5565.49	344.12	-392.78	-335.76 -344.60	0.00	602553.26		N 32 39 22.39 N 32 39 22.29	
	5700.00	7.68	221.26	5664.59	352.92	-402.83	-353.41	0.00	602543.21		N 32 39 22.29 N 32 39 22.19	
	5800.00	7.68	221.26	5763.69	361.73	-412.88	-362.23	0.00	602533.17		N 32 39 22.19	
	5900.00	7.68	221.26	5862.80	370.53	-422.93	-371.05	0.00	602523.12		N 32 39 21.99	
	6000.00	7.68	221.26	5961.90	379.34	-432.98	-379.87	0.00	602513.07		N 32 39 21.89	
	6100.00	7.68	221.26	6061.00	388.14	-443.03	-388.68	0.00	602503.02		N 32 39 21.79	
	6200.00	7.68	221.26	6160.10	396.95	-453.08	-397.50	0.00	602492.97	622005.77	N 32 39 21.79	
	6300.00	7.68	221.26	6259.21	405.75	-463.13	-406.32	0.00	602482.92		N 32 39 21.60	
	6400.00	7.68	221.26	6358.31	414.56	-473.18	-415.14	0.00	602472.87		N 32 39 21.50	
	6500.00	7.68	221.26	6457.41	423.36	-483.23	-423.95	0.00	602462.82		N 32 39 21.40	
	6600.00	7.68	221.26	6556.51	432.17	-493.28	-432.77	0.00	602452.77		N 32 39 21.30	
	6700.00	7.68	221.26	6655.61	440.97	-503.33	-441.59	0.00	602442.72		N 32 39 21.20	
	6800.00	7.68	221.26	6754.72	449.78	-513.38	-450.41	0.00	602432.67		N 32 39 21.10	
	6900.00	7.68	221.26	6853.82	458.58	-523.43	-459.22	0.00	602422.62		N 32 39 21.00	
	7000.00	7.68	221.26	6952.92	467.39	-533.48	-468.04	0.00	602412.57		N 32 39 20.90	
Drop 2° DLS	7031.87	7.68	221.26	6984.51	470.19	-536.68	-470.85	0.00	602409.37	621932.43	N 32 39 20.87	
	7100.00	6.32	221.26	7052.13	475.66	-542.93	-476.33	2.00	602403.13		N 32 39 20.81	
	7200.00	4.32	221.26	7151.69	481.77	-549.90	-482.44	2.00	602396.16		N 32 39 20.74	
	7300.00	2.32	221.26	7251.52	485.58	-554.25	-486.26	2.00	602391.81		N 32 39 20.70	
	7400.00	0.32	221.26	7351.48	487.10	-555.98	-487.78	2.00	602390.07		N 32 39 20.68	
Hold	7416.04	0.00	221.26	7367.52	487.13	-556.02	-487.81	2.00	602390.04		N 32 39 20.68	
-	7500.00	0.00	221.26	7451.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68	
	7600.00	0.00	221.26	7551.48	487.13	-556.02	-487.81	0.00	602390.04	621915.47	N 32 39 20.68	
	7700.00	0.00	221.26	7651.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68	
	7800.00	0.00	221.26	7751.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68	
	7900.00	0.00	221.26	7851.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68	
	8000.00	0.00	221.26	7951.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68	
	8100.00	0.00	221.26	8051.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68	

Comments	MD	Incl	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
Comments	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	(ftUS)	(N/S ° ' ")	(E/W ° ' ")
	8200.00	0.00	221.26	8151.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68 V	
	8300.00	0.00	221.26	8251.48	487.13	-556.02	-487.81	0.00	602390.04		N 32 39 20.68 V	
	8400.00	0.00	221.26	8351.48	487.13	-556.02	-487.81	0.00	602390.04	621915.47	N 32 39 20.68 W	V 104 4 17.45
KOP, Build 10°	8416.04	0.00	221.26	8367.52	487.13	-556.02	-487.81	0.00	602390.04	621915 <i>4</i> 7	N 32 39 20.68 W	1104 41745
DLS												
	8500.00	8.40	270.07	8451.18	493.27	-556.01	-493.95	10.00	602390.05		N 32 39 20.68 V	
	8600.00	18.40	270.07	8548.34	516.41	-555.98	-517.09	10.00	602390.08		N 32 39 20.68 V	
	8700.00	28.40	270.07	8640.00	556.07	-555.93	-556.75	10.00	602390.12		N 32 39 20.68 V	
	8800.00	38.40	270.07	8723.38	611.04	-555.87	-611.72	10.00	602390.19	621791.57	N 32 39 20.68 V	V 104 4 18.90
	8900.00	48.40	270.07	8795.95	679.66	-555.78	-680.34	10.00	602390.28		N 32 39 20.69 V	V 104 4 19.70
	9000.00	58.40	270.07	8855.50	759.84	-555.68	-760.52	10.00	602390.37	621642.79	N 32 39 20.69 V	V 104 4 20.64
	9100.00	68.40	270.07	8900.23	849.14	-555.58	-849.82	10.00	602390.48	621553.50	N 32 39 20.69 W	V 104 4 21.69
Build 5° DLS	9166.04	75.00	270.07	8920.95	911.80	-555.50	-912.48	10.00	602390.56	621490.84	N 32 39 20.69 W	V 104 4 22.42
	9200.00	76.70	270.07	8929.26	944.73	-555.46	-945.41	5.00	602390.60	621457.91	N 32 39 20.70 V	V 104 4 22.80
	9300.00	81.70	270.07	8947.99	1042.93	-555.34	-1043.61	5.00	602390.72	621359.72	N 32 39 20.70 V	V 104 4 23.95
	9400.00	86.70	270.07	8958.10	1142.38	-555.21	-1143.06	5.00	602390.84	621260.28	N 32 39 20.70 V	V 104 4 25.12
Landing Point	9466.04	90.00	270.07	8960.00	1208.38	-555.13	-1209.06	5.00	602390.93	621194.28	N 32 39 20.71 W	V 104 4 25.89
	9500.00	90.00	270.07	8960.00	1242.35	-555.09	-1243.03	0.00	602390.97	621160.32	N 32 39 20.71 W	V 104 4 26.28
	9600.00	90.00	270.07	8960.00	1342.35	-554.96	-1343.03	0.00	602391.09	621060.33	N 32 39 20.71 W	V 104 4 27.45
	9700.00	90.00	270.07	8960.00	1442.35	-554.84	-1443.03	0.00	602391.22	620960.34	N 32 39 20.71 W	V 104 4 28.62
	9800.00	90.00	270.07	8960.00	1542.35	-554.71	-1543.03	0.00	602391.34	620860.35	N 32 39 20.72 V	V 104 4 29.79
	9900.00	90.00	270.07	8960.00	1642.35	-554.59	-1643.03	0.00	602391.47	620760.35	N 32 39 20.72 V	V 104 4 30.96
	10000.00	90.00	270.07	8960.00	1742.35	-554.47	-1743.03	0.00	602391.59	620660.36	N 32 39 20.72 V	V 104 4 32.13
	10100.00	90.00	270.07	8960.00	1842.35	-554.34	-1843.03	0.00	602391.72	620560.37	N 32 39 20.73 W	V 104 4 33.30
	10200.00	90.00	270.07	8960.00	1942.35	-554.22	-1943.03	0.00	602391.84	620460.38	N 32 39 20.73 W	V 104 4 34.47
	10300.00	90.00	270.07	8960.00	2042.35	-554.09	-2043.03	0.00	602391.97		N 32 39 20.74 W	
	10400.00	90.00	270.07	8960.00	2142.35	-553.97	-2143.02	0.00	602392.09		N 32 39 20.74 W	
	10500.00	90.00	270.07	8960.00	2242.35	-553.84	-2243.02	0.00	602392.22	620160.41	N 32 39 20.74 W	V 104 4 37.98
	10600.00	90.00	270.07	8960.00	2342.35	-553.72	-2343.02	0.00	602392.34	620060.42	N 32 39 20.75 V	V 104 4 39.15
	10700.00	90.00	270.07	8960.00	2442.35	-553.59	-2443.02	0.00	602392.47		N 32 39 20.75 W	
	10800.00	90.00	270.07	8960.00	2542.35	-553.47	-2543.02	0.00	602392.59		N 32 39 20.75 W	
	10900.00	90.00	270.07	8960.00	2642.35	-553.34	-2643.02	0.00	602392.72		N 32 39 20.76 W	
	11000.00	90.00	270.07	8960.00	2742.35	-553.22	-2743.02	0.00	602392.84	619660.45	N 32 39 20.76 V	V 104 4 43.83
	11100.00	90.00	270.07	8960.00	2842.35	-553.09	-2843.02	0.00	602392.97		N 32 39 20.76 W	
	11200.00	90.00	270.07	8960.00	2942.35	-552.97	-2943.02	0.00	602393.09	619460.47	N 32 39 20.77 W	V 104 4 46.17
	11300.00	90.00	270.07	8960.00	3042.35	-552.84	-3043.02	0.00	602393.22		N 32 39 20.77 W	
	11400.00	90.00	270.07	8960.00	3142.35	-552.72	-3143.02	0.00	602393.34		N 32 39 20.78 W	
	11500.00	90.00	270.07	8960.00	3242.35	-552.59	-3243.02	0.00	602393.47		N 32 39 20.78 V	
	11600.00	90.00	270.07	8960.00	3342.35	-552.47	-3343.02	0.00	602393.59		N 32 39 20.78 W	
	11700.00	90.00	270.07	8960.00	3442.35	-552.34	-3443.02	0.00	602393.72	618960.51	N 32 39 20.79 W	V 104 4 52.02
	11800.00	90.00	270.07	8960.00	3542.35	-552.22	-3543.02	0.00	602393.84		N 32 39 20.79 W	
	11900.00	90.00	270.07	8960.00	3642.35	-552.09	-3643.02	0.00	602393.97		N 32 39 20.79 W	
	12000.00	90.00	270.07	8960.00	3742.35	-551.97	-3743.02	0.00	602394.09		N 32 39 20.80 W	
	12100.00	90.00	270.07	8960.00	3842.35	-551.84	-3843.02	0.00	602394.22		N 32 39 20.80 W	
	12200.00	90.00	270.07	8960.00	3942.35	-551.72	-3943.02	0.00	602394.34		N 32 39 20.80 W	
	12300.00	90.00	270.07	8960.00	4042.35	-551.59	-4043.02	0.00	602394.47		N 32 39 20.81 W	
	12400.00	90.00	270.07	8960.00	4142.35	-551.47	-4143.02	0.00	602394.59	618260.57	N 32 39 20.81 W	V 104 5 0.20
	12500.00	90.00	270.07	8960.00	4242.35	-551.34	-4243.02	0.00	602394.72		N 32 39 20.81 W	
	12600.00	90.00	270.07	8960.00	4342.35	-551.22	-4343.02	0.00	602394.84		N 32 39 20.82 V	
	12700.00	90.00	270.07	8960.00	4442.35	-551.09	-4443.02	0.00	602394.97		N 32 39 20.82 V	
	12800.00	90.00	270.07	8960.00	4542.35	-550.97	-4543.02	0.00	602395.09		N 32 39 20.83 V	
	12900.00	90.00	270.07	8960.00	4642.35	-550.84	-4643.02	0.00	602395.22		N 32 39 20.83 V	
	13000.00	90.00	270.07	8960.00	4742.35	-550.72	-4743.02	0.00	602395.34		N 32 39 20.83 V	
	13100.00	90.00	270.07	8960.00	4842.35	-550.59	-4843.02	0.00	602395.46		N 32 39 20.84 V	
	13200.00	90.00	270.07	8960.00	4942.35	-550.47	-4943.02	0.00	602395.59		N 32 39 20.84 V	
	13300.00	90.00	270.07	8960.00	5042.35	-550.34	-5043.02	0.00	602395.71		N 32 39 20.84 V	
	13400.00	90.00	270.07	8960.00	5142.35	-550.22	-5143.02	0.00	602395.84		N 32 39 20.85 V	
	13500.00	90.00	270.07	8960.00	5242.35	-550.09	-5243.02	0.00	602395.96		N 32 39 20.85 V	
		50.00	_,	5550.00	32.2.00	550.00	02.002	0.00	552550.00	5100.07	02 00 20.00 V	

Commonto	MD	Incl	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
Comments	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	(ftUS)	(N/S ° ' ")	(E/W ° ' ")
	13600.00	90.00	270.07	8960.00	5342.35	-549.97	-5343.02	0.00	602396.09	617060.67 N	N 32 39 20.85 V	N 104 5 14.24
	13700.00	90.00	270.07	8960.00	5442.35	-549.84	-5443.02	0.00	602396.21	616960.68 N	N 32 39 20.86 V	N 104 5 15.41
	13800.00	90.00	270.07	8960.00	5542.35	-549.72	-5543.02	0.00	602396.34	616860.69 N	N 32 39 20.86 V	N 104 5 16.58
Cimarex Parkway 16 State Com #4H - PBHL [802' FSL, 100' FWL]	13832.56	90.00	270.07	8960.00	5574.91	-549.68	-5575.59	0.00	602396.38	616828.13 N	N 32 39 20.86 N	N 104 5 16.96

Survey Type:

Def Plan

Survey Error Model:

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

Survey Program:

 Description	Part	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size Casi (in)	ng Diameter (in)	Expected Max Inclination (deg)	Survey Tool Type	Borehole / Survey
	1	0.000	22.000	1/100.000	30.000	30.000		A001Mb_MWD-Depth Only	Parkway 16 State Com #4H / Cimarex Parkway 16 State Com
	1	22.000	13832.564	1/100.000	30.000	30.000		A001Mb_MWD	Parkway 16 State Com #4H / Cimarex Parkway 16 State Com

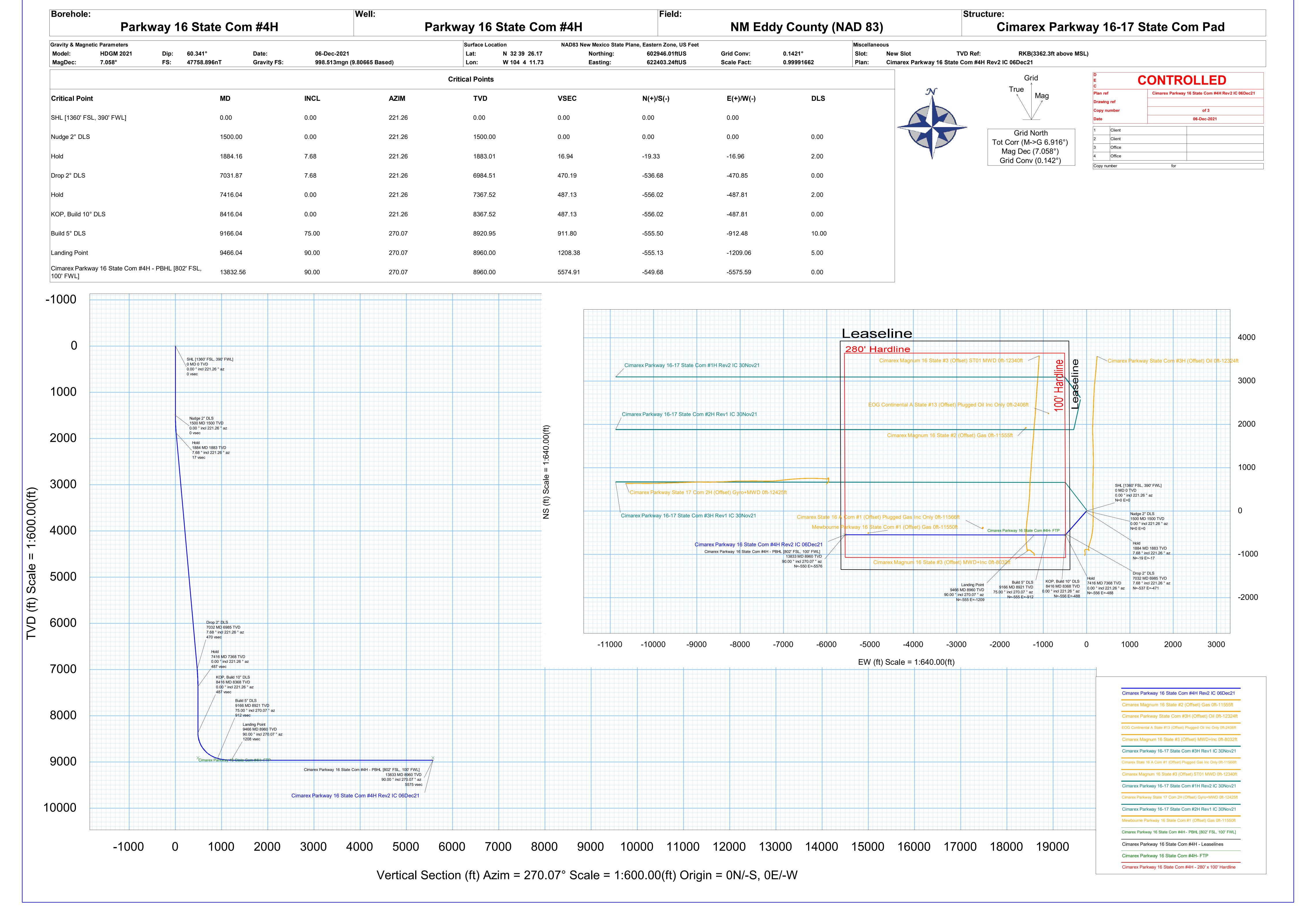
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# Schlumberger

## Cimarex Energy







#### 1. Geological Formations

TVD of target 8,960

Pilot Hole TD N/A

MD at TD 13,833 Deepest expected fresh water

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone	Hazards
Rustler	210	N/A	
Top Salt	300	N/A	
Base Salt	1030	N/A	
Capitan	2640	N/A	
Bell Canyon	3260	N/A	
Bone Spring	4437	N/A	
1st Bone Spring SS	6947	Hydrocarbons	
2nd Bone Spring SS	7668	Hydrocarbons	
3rd Bone Spring Carb	7971	Hydrocarbons	
3rd Bone Spring SS	8631	Hydrocarbons	
Wolfcamp	8996	Hydrocarbons	

#### 2. Casing Program

Hole Size	Casing Depth From	Casing Depth To	Setting Depth TVD	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	260	260	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	6.36	14.88	25.80
12 1/4	0	3110	3110	9-5/8"	36.00	J-55	LT&C	1.25	2.18	4.05
8 3/4	0	8416	8416	7"	29.00	L-80	LT&C	1.74	2.03	3.85
8 3/4	8416	13833	8960	5-1/2"	17.00	L-80	BT&C	1.47	1.81	42.93
					BLM	Minimum Sa	lfety 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., Parkway 16 State Com 4H

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

#### 3. Cementing Program

Casing	# Sks	Wt. lb/gal	Yld ft3/sack	H2O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surface	168	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Intermediate	610	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Salt + Bentonite
	182	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Production	358	10.50	3.45	22.18	N/A	Lead: NeoCem
	1790	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	25
Intermediate	0	47
Production	2900	25

Cimarex request the ability to perform casing integrity tests after plug bump of cement job.

#### 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	Х	50% of working pressure
			Blind Ram		
			Pipe Ram		2M
			Double Ram	Х	
			Other		
8 3/4	13 5/8	3M	Annular	X	50% of working pressure
			Blind Ram		
			Pipe Ram		3M
			Double Ram	Х	
			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.	
Х	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.	
	N Are anchors required by manufacturer?	

#### 5. Mud Program

Depth	Туре	Weight (ppg)	Viscosity	Water Loss
0' to 260'	FW Spud Mud	8.10 - 8.60	30-32	N/C
260' to 3110'	Brine Water	9.50 - 10.00	30-32	N/C
3110' to 13833'	Cut Brine or OBM	8.70 - 9.20	27-70	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

Logg	ogging, Coring and Testing				
	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
<u> 9</u> - :	

#### 7. Drilling Conditions

Condition	
BH Pressure at deepest TVD	4286 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.

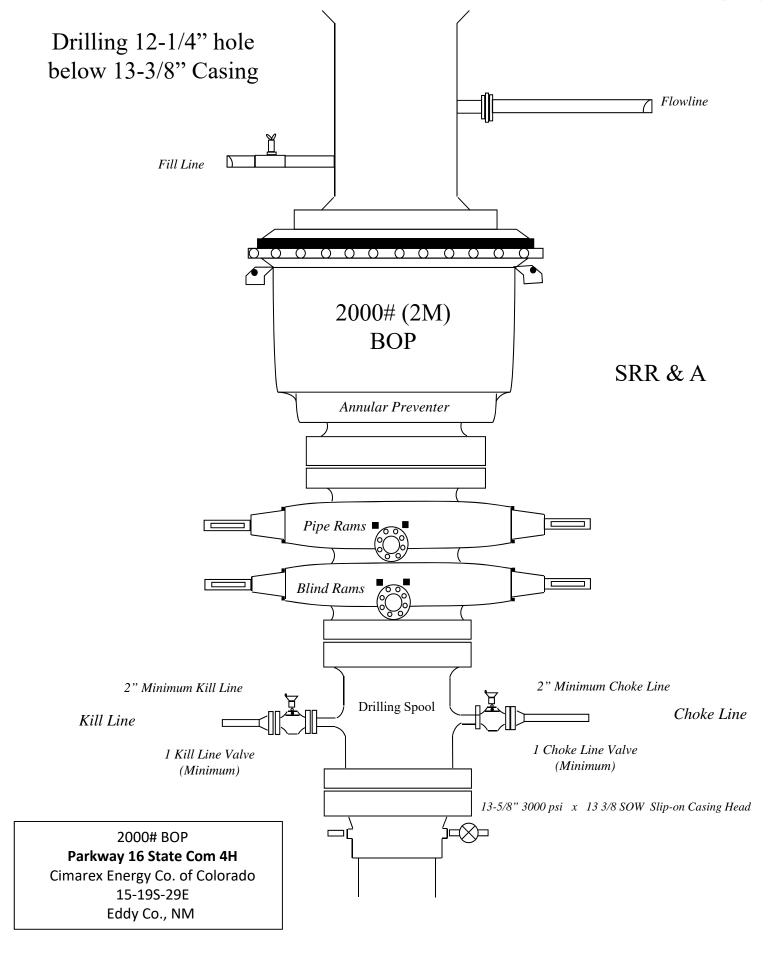
The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative.

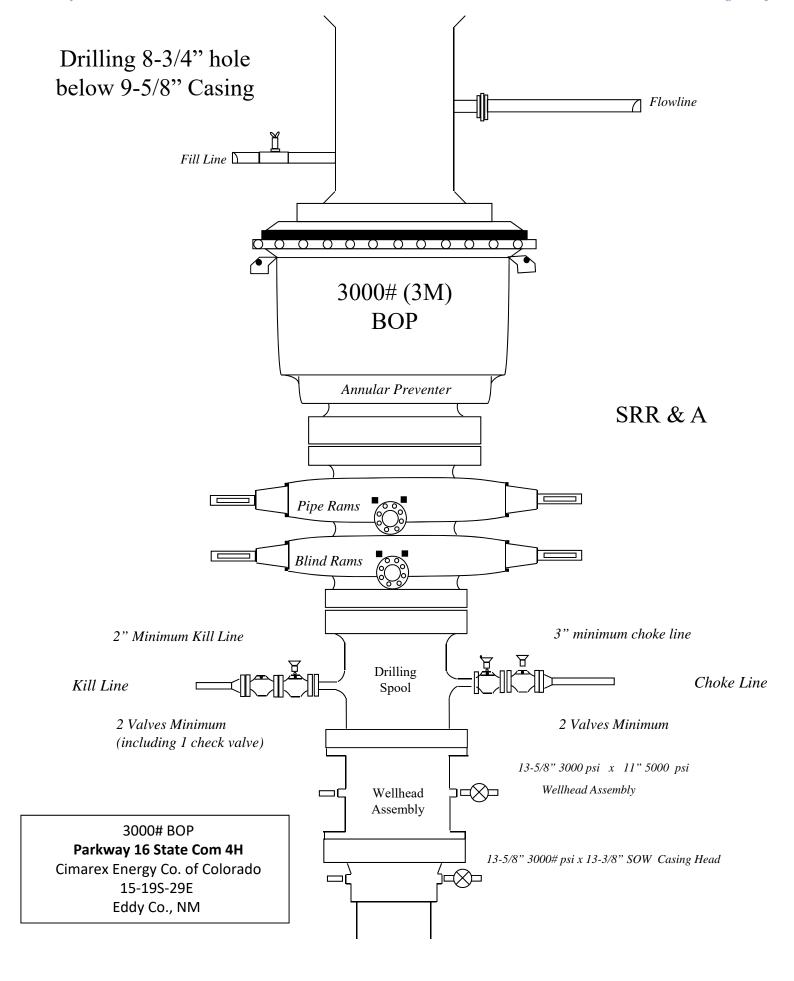
All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

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.

All casing strings will be tested as per Onshore Order No.2 to atleast 0.22 psi/ft or 1,500 whichever is greater and not to exceed 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.





I. Operator: \_Cimarex Energy Co. of Colorado

#### State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

**Date:** 01 / 07 / 2022

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

#### NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

## Section 1 – Plan Description Effective May 25, 2021

**OGRID:** 

162683

II. Type: ☒ Original	☐ Amendme	ent due to □ 19.15.	27.9.D(6)(a) NM	AC □ 19.15.27.9.	D(6)(b) NMA	C □ Oth	er.
If Other, please describes	:						
III. Well(s): Provide the to be recompleted from a					f wells propos	ed to be	drilled or proposed
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	P	Anticipated roduced Water BBL/D
Parkway 16-17 State Com 3H		L-15-19S-29E	1380 FSL/390 FV	VL 1076	1800		2059
Parkway 16 State Com 4H		L-15-19S-29E	1360 FSL/390 FV	VL 569	1200		1390
V. Anticipated Schedule proposed to be recomple  Well Name					Initia	lls propo l Flow c Date	First Production Date
Parkway 16-17 State Com 3H		03/01/2022	07/01/2022	01/01/2023	04/0	/2023	04/01/2023
Parkway 16 State Com 4H		03/01/2022	07/01/2022	01/01/2023		1/2023	04/01/2023
VI. Separation Equipm VII. Operational Pract Subsection A through F of VIII. Best Managemen during active and planne	ices: ☑ Attac of 19.15.27.8 t Practices: □	ch a complete descr NMAC. ☑ Attach a comple	ription of the act	ions Operator will	take to comp	ly with t	he requirements of

#### Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

		EFFECTIV	E APRIL 1, 2022	
Beginning April 1, 2 reporting area must of			with its statewide natural ga	as capture requirement for the applicable
☐ Operator certifies capture requirement			tion because Operator is in o	compliance with its statewide natural gas
IX. Anticipated Nat	tural Gas Producti	on:		
We	ell	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF
X. Natural Gas Gat	thering System (NC	GGS):		
Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in
production operation the segment or portion XII. Line Capacity production volume for the production of	ns to the existing or pon of the natural gas  The natural gas gas  Trom the well prior to	planned interconnect of the graphering system will thering system will to the date of first product	the natural gas gathering system which the well(s) will be considered will not have capacity to go tion.	ticipated pipeline route(s) connecting the em(s), and the maximum daily capacity of nected.  ather 100% of the anticipated natural gas ed to the same segment, or portion, of the
				line pressure caused by the new well(s).
☐ Attach Operator's	s plan to manage pro	oduction in response to the	ne increased line pressure.	
Section 2 as provide	d in Paragraph (2) o		27.9 NMAC, and attaches a f	SA 1978 for the information provided in full description of the specific information

(i)

## Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal: 🗵 Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system: or ☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan. 

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) **(b)** power generation for grid; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; **(g)** reinjection for enhanced oil recovery; fuel cell production; and (h)

#### **Section 4 - Notices**

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Fatima Vasquez
Printed Name: Fatima Vasquez
Title: Regulatory Analyst
E-mail Address: fatima.vasquez@coterra.com
Date: 01/07/2022
Phone: 432-620-1933
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

#### From State of New Mexico, Natural Gas Management Plan

**VI. Separation Equipment:** Attach a complete description of how Operator will size separation equipment to optimize gas capture.

#### **XEC Standard Response**

Standard facility gas process flow begins at the inlet separator. These vessels are designed based off of forecasted rates and residence times in accordance with, and often greater than, API 12J. The separated gas is then routed to an additional separation vessel (ie sales scrubber) in order to extract liquids that may have carried over or developed due to the decrease in pressure. The sales scrubber is sized based on API 521. From the sales scrubber, the gas leaves the facility and enters the gas midstream gathering network.

#### Cimarex

#### **VII. Operational Practices**

Cimarex values the sustainable development of New Mexico's natural resources. Venting and flaring of natural gas is a source of waste in the industry, and Cimarex will ensure that its values are aligned with those of NMOCD. As such, Cimarex plans to take pointed steps to ensure compliance with Subsection A through F of 19.15.27.8 NMAC.

Specifically, below are the steps Cimarex will plan to follow under routine well commissioning and operations.

- 1. Capture or combust natural gas during drilling operations where technically feasible, using the best industry practices and control technologies.
  - a. All flares during these operations will be a minimum of 100ft away from the nearest surface-hole location.
- 2. All gas present during post-completion drill-out and flow back will be routed through separation equipment, and, if technically feasible, flare unsellable vapors rather than vent. Lastly, formal sales separator commissioning to process well-stream fluids and send gas to a gas flow line/collection system or use the gas for on-site fuel or beneficial usage, gas as soon as is safe and technically feasible.
- 3. Cimarex will ensure the flare or combustion equipment is properly sized to handle expected flow rates, ensure this equipment is equipped with an automatic or continuous ignition source, and ensure this equipment is designed for proper combustion efficiency.
- 4. If Cimarex must flare because gas is not meeting pipeline specifications, Cimarex will limit flaring to <60 days, analyze gas composition at least twice per week, and route gas into a gathering pipeline as soon as pipeline specifications are met.
- 5. Under routine production operations, Cimarex will not flare/vent unless:
  - a. Venting or flaring occurs due to an emergency or equipment malfunction.
  - b. Venting or flaring occurs as a result of unloading practices, and an operator is onsite (or within 30 minutes of drive time and posts contact information at the wellsite) until the end of unloading practice.
  - c. The venting or flaring occurs during automated plungerlift operations, in which case the Cimarex operator will work to optimize the plungerlift system to minimize venting/flaring.
  - d. The venting or flaring occurs during downhole well maintenance, in which case Cimarex will work to minimize venting or flaring operations to the extent that it does not pose a risk to safe operations.
  - e. The well is an exploratory well, the division has approved the well as an exploratory well, venting or flaring is limited to 12 months, as approved by the division, and venting/flaring does not cause Cimarex to breach its State-wide 98% gas capture requirement.
  - f. Venting or flaring occurs because the stock tanks or other low-pressure vessels are being gauged, sampled, or liquids are being loaded out.
  - g. The venting or flaring occurs because pressurized vessels are being maintained and are being blown-down or depressurized.
  - h. Venting or flaring occurs as a result of normal dehydration unit operations.

- i. Venting or flaring occurs as a result of bradenhead testing.
- j. Venting or flaring occurs as a result of normal compressor operations, including general compressor operations, compressor engines and turbines.
- k. Venting or flaring occurs as a result of a packer leakage test.
- l. Venting or flaring occurs as a result of a production test lasting less than 24 hours unless otherwise approved by the division.
- m. Venting or flaring occurs as a result of new equipment commissioning and is necessary to purge impurities from the pipeline or production equipment.
- 6. Cimarex will maintain its equipment in accordance with its Operations and Maintenance Program, to ensure venting or flaring events are minimized and that equipment is properly functioning.
- 7. Cimarex will install automatic tank gauging equipment on all production facilities constructed after May 25, 2021, to ensure minimal emissions from tank gauging practices.
- 8. By November 25, 2022, all Cimarex facilities equipped with flares or combustors will be equipped with continuous pilots or automatic igniters, and technology to ensure proper function, i.e. thermocouple, fire-eye, etc...
- 9. Cimarex will perform AVO (audio, visual, olfactory) facility inspections in accordance with NMOCD requirements. Specifically, Cimarex will:
  - a. Perform weekly inspections during the first year of production, and so long as production is greater than 60 MCFD.
  - b. If production is less than 60 MCFD, Cimarex will perform weekly AVO inspections when an operator is present on location, and inspections at least once per calendar month with at least 20 calendar days between inspections.
- 10. Cimarex will measure or estimate the volume of vented, flared or beneficially used natural gas, regardless of the reason or authorization for such venting or flaring.
- 11. On all facilities constructed after May 25, 2021, Cimarex will install metering where feasible and in accordance with available technology and best engineering practices, in an effort to measure how much gas could have been vented or flared.
  - a. In areas where metering is not technically feasible, such as low-pressure/low volume venting or flaring applications, engineering estimates will be used such that the methodology could be independently verified.
- 12. Cimarex will fulfill the division's requirements for reporting and filing of venting or flaring that exceeds 50 MCF in volume or last eight hours or more cumulatively within any 24-hour period.

## VIII. Best Management Practices to minimize venting during active and planned maintenance

Cimarex strives to ensure minimal venting occurs during active and planned maintenance activities. Below is a description of common maintenance practices, and the steps Cimarex takes to limit venting exposure.

#### • Workovers:

- o Always strive to kill well when performing downhole maintenance.
- o If vapors or trapped pressure is present and must be relieved then:
  - Initial blowdown to production facility:
    - Route vapors to LP flare if possible/applicable
  - Blowdown to portable gas buster tank:
    - Vent to existing or portable flare if applicable.

#### • Stock tank servicing:

- o Minimize time spent with thief hatches open.
- When cleaning or servicing via manway, suck tank bottoms to ensure minimal volatiles exposed to atmosphere.
  - Connect vacuum truck to low pressure flare while cleaning bottoms to limit venting.
- o Isolate the vent lines and overflows on the tank being serviced from other tanks.

#### • Pressure vessel/compressor servicing and associated blowdowns:

- o Route to flare where possible.
- o Blow vessel down to minimum available pressure via pipeline, prior to venting vessel.
- Preemptively changing anodes to reduce failures and extended corrosion related servicing.
- When cleaning or servicing via manway, suck vessel bottoms to ensure minimal volatiles exposed to atmosphere.

#### • Flare/combustor maintenance:

- Minimize downtime by coordinating with vendor and Cimarex staff travel logistics.
- Utilizing preventative and predictive maintenance programs to replace high wear components before failure.
- Because the flare/combustor is the primary equipment used to limit venting practices, ensure flare/combustor is properly maintained and fully operational at all times via routine maintenance, temperature telemetry, onsite visual inspections.

The Cimarex expectation is to limit all venting exposure. Equipment that may not be listed on this document is still expected to be maintained and associated venting during such maintenance minimized.

### Hydrogen Sulfide Drilling Operations Plan Parkway 16 State Com 4H

Cimarex Energy Co. of Colorado UL: L, Sec. 15, 19S, 29E Eddy Co., NM

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

- A. Characteristics of H<sub>2</sub>S
- 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.

#### H<sub>2</sub>S Detection and Alarm Systems:

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

#### 3 Windsock and/or wind streamers:

- A. Windsock at mudpit area should be high enough to be visible.
- B.
- 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 <u>Communication:</u>

- 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 H<sub>2</sub>S 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
Parkway 16 State Com 4H
Cimarex Energy Co. of Colorado

UL: L, Sec. 15, 19S, 29E Eddy Co., NM

#### **Emergency Procedures**

In the event of a release of gas containing H<sub>2</sub>S, 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 H<sub>2</sub>S and SO<sub>2</sub>

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

#### Parkway 16 State Com 4H

Cimarex Energy Co. of Colorado UL: L, Sec. 15, 19S, 29E Eddy Co., NM

Cimarex Energy Co. of Colora	do	800-969-4789	
Co. Office and After-Hours M	enu		
Key Personnel	Tial -	Off:	Na hila
Name	Title	Office 122 122 1	Mobile
Larry Seigrist	Drilling Manager	432-620-1934	580-243-8485
Charlie Pritchard	Drilling Superintendent	432-620-1975	432-238-7084
Roy Shirley	Construction Superintendent		432-634-2136
<u>Artesia</u>			
Ambulance		911	
State Police		575-746-2703	
City Police		575-746-2703	
Sheriff's Office		575-746-9888	
Fire Department		575-746-2701	
Local Emergency Planning		575-746-2122	
New Mexico Oil Conservat	ion Division	575-748-1283	
<u>Carlsbad</u>			
Ambulance		911	
State Police		575-885-3137	
City Police		575-885-2111	
Sheriff's Office		575-887-7551	
Fire Department		575-887-3798	
Local Emergency Planning	Committee	575-887-6544	
US Bureau of Land Manage		575-887-6544	
Santa Fe New Mexico Emergency Re	esponse Commission (Santa Fe)	505-476-9600	
	esponse Commission (Santa Fe) 24 Hrs	505-827-9126	
New Mexico State Emerge		505-476-9635	
National Emergency Person	nco Contor (Machinetas, D.C.)	900 424 9902	
ivational Emergency Respo	nse Center (Washington, D.C.)	800-424-8802	
<u>Medical</u>			
Flight for Life - 4000 24th S	t.; Lubbock, TX	806-743-9911	
Aerocare - R3, Box 49F; Lul	obock, TX	806-747-8923	
Med Flight Air Amb - 2301	Yale Blvd S.E., #D3; Albuquerque, NM	505-842-4433	
SB Air Med Service - 2505	Clark Carr Loop S.E.; Albuquerque, NM	505-842-4949	
Other			
Boots & Coots IWC		800-256-9688	or 281-931-8884
Cudd Pressure Control		432-699-0139	or 432-563-3356
Halliburton		575-746-2757	5. 13E 303 3330
		575-746-3569	