Form 3160-5 (August 2007)

UNITED STATES

FORM APPROVED

DEPARTMENT OF THE BUREAU OF LAND MAN	INTERIOR AGEMENT OCD-HOB	Expires: July 31, 2010 5. Lease Serial No.		
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an		NMLC066126C		
abandoned well. Use form 3160-3 (A	6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instru	uctions on reverse side.	7. If Unit or CA/Agreement, Name and/or No.		
Type of Well Gas Well □ Other	24.3	8. Well Name and No. HANSON 26 FEDERAL COM 1H		
 Name of Operator Contact: CIMAREX ENERGY COMPANY OF CO-Mail: rsheldon 		9. API Well No. 30-025-40327-00-S1		
3a. Address 202 S CHEYENNE AVE. SUITE 1000 TULSA, OK 74103	3b. Phone No. (include area code) Ph: 918-295-1709	10. Field and Pool, or Exploratory LEA		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description	HOBBS OCD	11. County or Parish, and State		
Sec 26 T20S R34E NWNW 600FNL 440FWL √	MAY 0 5 2016	LEA COUNTY, NM		
12. CHECK APPROPRIATE BOX(ES)	TO INDICATE NATURE OF NOTICE, R	EPORT, OR OTHER DATA		

TYPE OF SUBMISSION	TYPE OF ACTION			
□ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
Notice of Intent	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	C Other

⊠ Subse ☐ Final Abandonment Notice ☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon ☐ Convert to Injection ☐ Plug Back Water Disposal

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

PLEASE SEE THE ATTACHMENT FOR UPDATED WATER DISPOSAL ONSHORE ORDER #7.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that the	e foregoing is true and correct. Electronic Submission #334996 verifie For CIMAREX ENERGY COMP Committed to AFMSS for processing by PRI	d by the	BLM Well Informati CO, sent to the Hol PEREZ on 04/04/20	ion System bbs 16 (15LJ44	74SE) R	OVED	
Name (Printed/Typed)	RHONDA SHELDON	Title	REGULATORY T	ECHNICIA	AN		2 10
Signature	(Electronic Submission)	Date	03/30/2016	60	APR 2	0 2016	
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE	USE.	IAMEO	20110	
Approved By		Title		N	SUPERVI	SOR-EPS Date	
certify that the applicant hol	ry, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease licant to conduct operations thereon.	Office				KA	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

HANSON 26 FEDERAL 1H

WATER DISPOSAL ONSHORE ORDER #7

The following information is needed before your method of water disposal can be considered for approval.

Nar	ne(s) of formation (s) producing water on the lease. BONE SPRING
Amo	ount of water produced from each formation in barrels per day.
Hov	water is stored on the lease. (2) 500 BBLS TANKS
Hov	water is moved to disposal facility. disposal pipeline
	rator's of disposal facility FDW LLC (NEARBURG PRODUING CO) a. Lease name or well name and number FEDERAL F SWD (30-025-2081)
	b. Location by ¼ ¼ Section, Township, and Range of the disposal system
	1650 FNL 1980 FWL, SE NW, 25-20S-34E, LEA COUNTY NM
	c. The appropriate NMOCD permit number SWD-1471

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14