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Form 3160-3			L L U I	FORM	APPROVED	74		
(June 2015)				OMB No Expires: Ja	o. 1004-0137 anuary 31, 2018			
UNITED STATES DEPARTMENT OF THE INTE	RIOR	RUDDu		5. Lease Serial No.				
BUREAU OF LAND MANAGE	EMENT	FEB 13	3 2019	NMNM0559539				
APPLICATION FOR PERMIT TO DRIL	L OR F	REENTER		6. If Indian, Allotee	or Tribe Name			
		RECE	IVE		<u> </u>			
Ia. Type of work: 🖌 DRILL 🗌 REENT	ΓER			7. If Unit or CA Agi	reement, Name and No.			
Ib. Type of Well: Oil Well Gas Well Other				8. Lease Name and	Well No.			
Ic. Type of Completion: Hydraulic Fracturing Single 2	Zone	Multiple Zone		JAMES 19 FEDER	ZAL			
				50H	12495			
2 Name of Operator				9 API-Well No.		,		
CIMAREX ENERGY COMPANY 215099				30-02	5-45610			
3a. Address 3b. 3con M. Marine (add 2010) 2016 (2010)	Phone No	o. (include area code)	$\overline{\}$	10. Field and Pool,	or Exploratory	305)		
600 N. Manenfeld St., Suite 600 Midland OK 79701 (432	2)020-19		<	BOINE SPRING / S	Pilk and Survey or Area			
4. Location of wen (<i>Report location clearly and in accordance with a</i> At surface SESE / 27 FSL / 821 FEL / LAT 32 297329 / I OF	NG -103	.707864		SEC 18/ T235/ R	32E / NMP			
At proposed prod. zone SESE / 330 FSL / 1010 FEL / LAT 32	2.283652	/ LONG -103.70847	7					
14. Distance in miles and direction from nearest town or post office* 32 miles			<u> </u>	12. County or Parisl	h 13. State	,		
15. Distance from proposed* 27 feet 16.	No of act	es in lease	7. Spaçin	g,Unit dedicated to t	this well	,		
property or lease line, ft. 144	10		60	1				
(Also to nearest drig, unit line, if any)	<u> </u>	Darath 30) 0./DI.M/I	DIA Dond No. in fla				
18. Distance from proposed location* 19. to nearest well, drilling, completed, 20 feet 931	5 feet / 1	I3871 feet Fl	ED: NM	BIA Bond No. in file				
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22.	Approxin	nate date work will star	rt*	23. Estimated durat	ion			
3652 feet 03/0	51/2018			30 days				
	Attach	iments						
The following, completed in accordance with the requirements of Onst (as applicable)	hore Oil a	and Gas Order No. 1, a	nd the H	lydraulic Fracturing r	rule per 43 CFR 3162.3-3			
1. Well plat certified by a registered surveyor.		4. Bond to cover the o	peration	s unless covered by a	n existing bond on file (see			
 A Drilling Plan. A Surface Use Plan (if the location is on National Forest System Lat 	nds. the	5. Operator certification	on.					
SUPO must be filed with the appropriate Forest Service Office).	,	6. Such other site speci	ific infor	mation and/or plans as	s may be requested by the			
25. Signature	Name	(Printed/Typed)			Date	:		
(Electronic Submission)	Aricka	Easterling / Ph: (918	8)560-70	060	11/17/2017			
Title Regulatory Analyst	_							
Approved by (Signature) (Electropic Submission)	Name ((Printed/Typed) avton / Ph [.] (575)234	1-5959		Date 01/30/2019			
Title //	Office				1			
Assistant Field Manager Lands & Minerals	CARLS	SBAD				_		
Application approval does not warrant or certify that the applicant hole applicant to conduct operations thereon. Conditions of approval; if any, are attached.	ds legal o	r equitable title to those	e rights i	in the subject lease w	hich would entitle the			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make i	it a crime	for any person knowin	ngly and	willfully to make to	any department or agency	:		
of the United States any false, fictitious or fraudulent statements or rep	oresentatio	ons as to any matter wi	ithin its j	urisdiction.	110-1.0	<u>ر</u>		
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(Continued on page 2)				*(In	structions on page 2			
A A A A A A A A A A	Date:	01/30/2019		(10			
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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.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

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

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service 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: SESE / 27 FSL / 821 FEL / TWSP: 23S / RANGE: 32E / SECTION: 18 / LAT: 32.297329 / LONG: -103.707864 (TVD: 0 feet, MD: 0 feet) PPP: NENE / 11 FNL / 812 FEL / TWSP: 23S / RANGE: 32E / SECTION: 19 / LAT: 32.297225 / LONG: -103.7078333 (TVD: 9050 feet, MD: 9055 feet) BHL: SESE / 330 FSL / 1010 FEL / TWSP: 23S / RANGE: 32E / SECTION: 19 / LAT: 32.283652 / LONG: -103.708477 (TVD: 9315 feet, MD: 13871 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 Co
LEASE NO.:	NM0559539
WELL NAME & NO.:	50H – James 19 Federal
SURFACE HOLE FOOTAGE:	27'/S & 821'/E
BOTTOM HOLE FOOTAGE	330'/S & 1010'/E, sec. 19
LOCATION:	Sec. 18, T. 23 S, R. 32 E
COUNTY:	Lea County



H2S	ſ Yes	r No	
Potash	None	• Secretary	C R-111-P
Cave/Karst Potential	C Low		High
Variance		• Flex Hose	C Other
Wellhead	Conventional	Multibowl	C Both
Other		Capitan Reef	

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 1169 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)
 - 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 while running intermediate casing.

- 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 3000 (3M) 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

🛛 Lea County

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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 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 $\underline{24}$ <u>hours</u>. 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.

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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 072018

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Cimarex Energy Co
LEASE NO.:	NM0559539
WELL NAME & NO.:	50H - James 19 Federal
SURFACE HOLE FOOTAGE:	27'/S & 821'/E
BOTTOM HOLE FOOTAGE	330'/S & 1010'/E, sec. 19
LOCATION:	Section 18, T. 23 S., R. 32 E.
COUNTY:	Lea County, New Mexico

TABLE OF CONTENTS

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

General Provisions Permit Expiration oArchaeology, Paleontology, and Historical Sites **Noxious Weeds** Special Requirements Wildlife Mitigation Measures **Rangeland Mitigation Measures** Watershed Mitigation Measures **Construction** Notification Topsoil Closed Loop System Federal Mineral Material Pits Well Pads Roads **Road Section Diagram Production (Post Drilling)** Well Structures & Facilities **Pipelines Electric Lines Interim Reclamation**

Final Abandonment & Reclamation

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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)

Wildlife Mitigation Measures:

<u>Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:</u> Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

Ground-level Abandoned Well Marker to avoid raptor perching:

Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

Rangeland Mitigation Measure:

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

Watershed Mitigation Measures:

The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad

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throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

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 $\frac{1}{2}$ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

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

Electric Lines: Any water erosion that may occur due to the construction of overhead electric line and during the life of the power line will be quickly corrected and proper measures will be taken to prevent future erosion.

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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.

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Drainage

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

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

Cross Section of a Typical Lead-off Ditch



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

Formula for Spacing Interval of Lead-off Ditches

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

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

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.

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Containment Structures

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

Painting Requirement

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

B. PIPELINES

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, <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

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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>20</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 ____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
() seed mixture 2	() seed mixture 4
(X) 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.

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.

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;

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- 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.

8. Holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline shall be "snaked" around hummocks and dunes rather than suspended across these features.

9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each

crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.

13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.

14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.

15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.

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

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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.

18. Special Stipulations:

a. <u>Lesser Prairie-Chicken:</u> Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 <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.

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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.

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

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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.

Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

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

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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).

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Page 20 of 21

Seed Mixture for LPC Sand/Shinnery Sites

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

Seed 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). 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. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

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

<u>lb/acre</u>
5lbs/A
5lbs/A
3lbs/A
6lbs/A
2lbs/A
11bs/A

*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

Operator Certification Data Report 01/31/2019

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: 11/17/2017											
Title: Regulatory Analyst	Title: Regulatory Analyst												
Street Address: 202 S. Cheyenne Ave, Ste 1000													
City: Tulsa	State: OK	Zip: 74103											
Phone: (918)560-7060													
Email address: aeasterling@cimar	Email address: aeasterling@cimarex.com												
Field Representative	Field Representative												
Representative Name:													
Street Address:													
City:	State:	Zip:											
Phone:													
Email address:													

AFMSS

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

APD ID: 10400024220

Operator Name: CIMAREX ENERGY COMPANY

Submission Date: 11/17/2017

01/31/2019

Show Final Text

Well Name: JAMES 19 FEDERAL

Section 1 - General

Well Type: OIL WELL

Well Number: 50H Well Work Type: Drill

Application Data Report

APD ID:	10400024220	Tie to previous NOS?	10400020152	Submission Date: 11/17/2017							
BLM Office:	CARLSBAD	User: Aricka Easterling Title: Regulatory Analyst									
Federal/India	an APD: FED	is the first lases sentence (then production Pederator helium) (10									
Lease numb	er: NMNM0559539	Lease Acres: 1440									
Surface acc	ess agreement in place?	Allotted?	Reservation :								
Agreement i	n place? NO	Federal or Indian agreement:									
Agreement r	number:										
Agreement r	name:										
Keep applic	ation confidential? YES										
Permitting A	gent? NO	APD Operator: CIMAREX ENERGY COMPANY									
Operator let	ter 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

Well in Master SUPO? NO

Well in Master Drilling Plan? NO

Well Name: JAMES 19 FEDERAL

Field/Pool or Exploratory? Field and Pool

Mater Development Plan name: Master SUPO name:

Master Drilling Plan name:

Well Number: 50H

Well API Number:

Field Name: BONE SPRING

Zip: 79701

Pool Name: SAND DUNES; **BONE SPRING SOUTH**

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

Well Number: 50H

Describe other minerals:						
Is the proposed well in a Helium pr	oduction area? N	Use Existing Well Pad? NO	New surface disturbance?			
Type of Well Pad: MULTIPLE WELL		Multiple Well Pad Name:	Number: E2E2			
Well Class: HORIZONTAL		JAMES 19 FEDERAL Number of Legs: 1				
Well Work Type: Drill		•	· · ·			
Well Type: OIL WELL						
Describe Well Type:						
Well sub-Type: EXPLORATORY (W	ILDCAT)	· · · · · ·				
Describe sub-type:						
Distance to town: 32 Miles	Distance to ne	arest well: 20 FT Dist	ance to lease line: 27 FT			
Reservoir well spacing assigned ac	cres Measurement:	: 160 Acres				
Well plat: James_19_Federal_50	H_C102_Plat_2017	1116124205.pdf				
Well work start Date: 03/01/2018		Duration: 20 DAVS				

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	DM	TVD
SHL Leg #1	27	FSL	821	FEL	23S	32E	18	Aliquot SESE	32.29732 9	- 103.7078 64	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 055953 9	365 2	0	0
KOP Leg #1	27	FSL	821	FEL	23S	32E	18	Aliquot SESE	32.29732 9	- 103.7078 64	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 055953 9	- 521 0	886 2	886 2
PPP Leg #1	11	FNL	812	FEL	235	32E	19	Aliquot NENE	32.29722 5	- 103.7078 333	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 055953 9	- 539 8	905 5	905 0

WAFMSS

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

APD ID: 10400024220

Submission Date: 11/17/2017

Operator Name: CIMAREX ENERGY COMPANY

Well Name: JAMES 19 FEDERAL

Well Number: 50H

Well Type: OIL WELL

Well Work Type: Drill

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Show Final Text

01/31/2019

Drilling Plan Data Report

Section 1 - Geologic Formations

Formation			True Vertical	Measured			Producing
ID ·	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	RUSTLER	3423	1160	1160		USEABLE WATER	No
2	SALADO	1163	2260	2260		NONE	No
3	CASTILE	163	3260	3260		NONE	No
4	BASE OF SALT	-1087	4510	4510		NONE	No
5	DELAWARE SAND	-1297	4720	4720		NATURAL GAS, OIL	No
6	BONE SPRING	-5077	8500	8500		NATURAL GAS, OIL	Yes
7	BONE SPRING 1ST	-6227	9650	9650		NATURAL GAS,OIL	No

Section 2 - Blowout Prevention

Pressure Rating (PSI): 2M

Rating Depth: 1210

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

Well Name: JAMES 19 FEDERAL

Well Number: 50H

Choke Diagram Attachment:

James_19_Federal_50H_Choke_2M3M_20171116124642.pdf

BOP Diagram Attachment:

James_19_Federal_50H_BOP_2M_20171116124656.pdf

Pressure Rating (PSI): 3M Rating Depth: 4700

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:

James_19_Federal_50H_Choke_2M3M_20171116124719.pdf

BOP Diagram Attachment:

James_19_Federal_50H_BOP_3M_20171116124729.pdf

Section 3 - Casing

L Casing ID	String Type	Hole Size	Osg Size 13.375	R Condition	Standard	Z Tapered String	Top Set MD	1210 Bottom Set MD	Top Set TVD	Dottom Set TVD	Top Set MSL	Deptom Set MSL	Calculated casing length MD	H1 Grade	8 Weight	Joint Type	Collapse SF	S Burst SF	Doint SF Type	2.5 Joint SF	ADD Body SF Type	5.54 Body SF
					API				•		-			ER			1.01	0.12		0.04		0.01
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4700	0	4700	0	4700	4700	J-55	40	LTC	1.59	1.58	BUOY	2.77	BUOY	2.77
Operator Name: CIMAREX ENERGY COMPANY

Well Name: JAMES 19 FEDERAL

Well Number: 50H

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
3	PRODUCTI ON	8.75	5.5	NEW	API	N	0	8862	0	8862	0	8862	8862	L-80	17	LTC	1.52	1.87	BUOY	2.18	BUOY	2.18
4	PRODUCTI ON	8.75	5.5	NEW	API	N	8862	13871	8862	13871	8862	13871	5009	L-80	17	BUTT	1.47	1.81	BUOY	85.5 4	BUOY	85.5 4

Casing Attachments

Casing ID: 1

String Type:SURFACE

Inspection Document:

Spec Document:

James_19_Federal_50H_Spec_Sheet_20171116124758.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

James_19_Federal_50H_Casing_Assumptions_20171116124920.pdf

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

James_19_Federal_50H_Casing_Assumptions_20171116124840.pdf

Well Number: 50H

Casing Attachments

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

James_19_Federal_50H_Casing_Assumptions_20171116125000.pdf

Casing ID: 4 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

James_19_Federal_50H_Casing_Assumptions_20171116125018.pdf

Section	4 - 60	emen	τ								
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1210	587	1.72	13.5	1008	50	Class C	Bentonite
SURFACE	Tail		0	1210	157	1.34	14.8	210	25	Class C	LCM
INTERMEDIATE	Lead		0	4700	880	1.88	12.9	1654	50	35:65 (Poz:C)	Salt, Bentonite
INTERMEDIATE	Tail		0	4700	275	1.34	14.8	368	25	Class C	LCM
PRODUCTION	Lead		0	8862	376	3.64	10.3	1367	25	Tuned Light	LCM

Section 1 Comont

Operator Name: CIMAREX ENERGY COMPANY

Well Name: JAMES 19 FEDERAL

Well Number: 50H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Tail		0	8862	1071	1.3	14.5	1392	10	50:50 (Poz:H)	Salt, Bentonite, Fluid Loss, Dispersant, Expanding Agent, Retarder, Antifoam
PRODUCTION	Lead		8862	1387 1	376	3.64	10.3	1367	25	Tuned Light	LCM
PRODUCTION	Tail		8862	1387 1	1071	1.3	14.5	1392	10	50:50 (Poz:H)	Salt, Bentonite, Fluid Loss, Dispersant, Expanding Agent, Retarder, Antifoam

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 (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1210	SPUD MUD	8.3	8.8							
1210	4700	SALT SATURATED	9.7	10.2							
4700	1387 1	OTHER : FW/Cut Brine	8.5	9							

Operator Name: CIMAREX ENERGY COMPANY

Well Name: JAMES 19 FEDERAL

Well Number: 50H

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: 4275

Anticipated Surface Pressure: 2225.69

Anticipated Bottom Hole Temperature(F): 162

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:

James_19_Federal_50H_H2S_Plan_20171102120142.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

James_19_Federal_50H_Directional_Plan_20171116132538.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

James_19_Federal_50H_Flex_Hose_20171102120211.pdf James_19_Federal_50H_Gas_Capture_Plan_20171102120211.pdf James_19_Federal_50H_Anti_Collision_Rpt_20171117090554.pdf James_19_Federal_50H_Drilling_Plan_20171117090555.pdf

Other Variance attachment:

James_19_Federal_50H_Multibowl_Wellhead_Diagram_20180531144022.pdf











James 19 Federal 50H Surface Casing Spec Sheet

OCTG Performance Data

Casing Perform	nance		
•		Availability: ERW	
Pipe Body Geome	try		
Outside Diameter:	13.375 in	Inside Diameter:	12.715 in
Wall Thickness:	0.330 in	Cross Section Area:	13.524 sq in
Nominal Weight:	48.00 lb/ft	Drift Diameter:	12.559 in
Plain End Weight:	46.02 lb/ft	Alternate Drift Diameter:	-
Pipe Body Perform	ance		
Grade	H40	Collapse Strength (ERW)	740 nsi

Pipe Body Yield Strength: 541000 lbf

Collapse Strength (ERW): 740 psi Collapse Strength (SMLS): -

SC Connection

Connection Ge	ometry				
Make Up Torque	:	Optimum 3220 lb∙ft	Minimum 2420 lb∙ft	Maximum 4030 lb∙ft	
Coupling Outside	e Diameter:	14.375 in			
Connection Per	formance				
Grade:	H40	Minimum Inter	nal Yield Pressure:	1730 psi	
Joint Strength:	322000 lbf				

LC Connection

Connection	Geometry				
		Optimum	Minimum	Maximum	
Make Up Tor	que:	-	-	-	
Coupling Out	side Diameter:	14.375 in			
Connection	Performance				
Grade:	H40	Minimum Inter	nal Yield Pressure:	-	

Grade: H40 Joint Strength: -

BC Connection

Connection	Geometry				
Make Up Tor Coupling Ou	que: tside Diameter:	Optimum - 14.375 in	Minimum -	Maximum -	
Connection	Performance				
Grade:	H40	Minimum Inter	nal Yield Pressure:	-	

Joint Strength:

PE Connection

Connection Geometry

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

Make Up Tor Coupling Out	que: side Diameter:	Optimum - 14.375 in	Minimum -	Maximum -
Connection	Performance	· · · · · · · · · · · · · · · · · · ·		
Grade:	H40	Minimum Internal Y	ield Pressure:	1730 psi

Joint Strength: -

Casing Assumptions

Program

asing Depth rom	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
0	1210	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.34	3.12	5.54
0	4700	9-5/8"	40.00	J-55	LT&C	1.59	1.58	2.77
0	8862	5-1/2"	17.00	L-80	LT&C	1.52	1.87	2.18
8862	13871	5-1/2"	17.00	L-80	BT&C	1.47	1.81	85.54
			BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

ed on all calculations.

Casing Assumptions

Program

asing Depth rom	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
0	1210	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.34	3.12	5.54
0	4700	9-5/8"	40.00	J-55	LT&C	1.59	1.58	2.77
0	8862	5-1/2"	17.00	L-80	LT&C	1.52	1.87	2.18
8862	13871	5-1/2"	17.00	L-80	BT&C	147	1.81	85.54
		• • • • • • • • • • • • • • • • • • •	BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

ed on all calculations.

Casing Assumptions

Program

asing Depth rom	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
0	1210	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.34	3.12	5.54
0	4700	9 -5/8"	40.00	J-55	LT&C	1.59	1.58	2.77
0	8862	5-1/2"	17.00	L-80	LT&C	1.52	1.87	2.18
8862	13871	5-1/2"	17.00	L-80	BT&C	1.47	1.81	85.54
			BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

•

ed on all calculations.

Casing Assumptions

Program

asing Depth rom	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
0	1210	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.34	3.12	5.54
0	4700	9-5/8"	40.00	J-55	LT&C	1.59	1.58	2.77
0	8862	5-1/2"	17.00	L-80	LT&C	1.52	1.87	2.18
8862	13871	5-1/2"	17.00	L-80	BT&C	147	1.81	85.54
			BLM	BLM Minimum Safety Factor		1.125	1	1.6 Dry 1.8 Wet

ed on all calculations.

Hydrogen Sulfide Drilling Operations Plan James 19 Federal Com 50H Cimarex Energy Co. UL: P, Sec. 18, 23S, 32E Lea Co., NM

- 1 All Company and Contract personnel admitted on location must be trained by a gualified H2S safety instructor to the following:
 - A. Characteristics of H₂S
 - B. Physical effects and hazards
 - C. Principal and operation of H2S detectors, warning system and briefing areas.
 - D. Evacuation procedure, routes and first aid.
 - E. Proper use of safety equipment & life support systems
 - F. Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.

H₂S Detection and Alarm Systems:

A. H2S sensors/detectors to be located on the drilling rig floor, in the base of the sub structure/cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may play placed as deemed necessary.

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.
 - Β.

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 James 19 Federal Com 50H Cimarex Energy Co. UL: P, Sec. 18, 23S, 32E Lea Co., NM

Emergency Procedures

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

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

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (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 James 19 Federal Com 50H Cimarex Energy Co. UL: P, Sec. 18, 23S, 32E Lea Co., NM

Company Office				• ••• • ••• • ••• • ••• • ••• • •
Cimarex Energy Co. of Colorado		800-969-4789		i
Co. Office and After-Hours Menu				
Key Personnel				
Name	Title	Office		Mobile
Larry Seigrist	Drilling Manager	432-620-1934		580-243-8485
Charlie Pritchard	Drilling Superintendent	432-620-1975		432-238-7084
Roy Shirley	Construction Superintendent			432-634-2136
l				
!				
Artesia				ii
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 Com	mittee	575-746-2122		
New Mexico Oil Conservation D	ivision	575-748-1283		
!				
Carlsbad				
Ambulance		911		
IState Police		575-885-3137		
City Police		575-885-2111		
Sheriff's Office		575-887-7551		
Fire Department		575-887-3798		
Local Emergency Planning Com	mittee	575-887-6544		
US Bureau of Land Managemen	t	575-887-6544		i
Santa Fe				
New Mexico Emergency Respor	nse Commission (Santa Fe)	505-476-9600		
New Mexico Emergency Respor	nse Commission (Santa Fe) 24 Hrs	505-827-9126		
New Mexico State Emergency C	Operations Center	505-476-9635		
Inational		000 424 0002		
inational Emergency Response (Lenter (Washington, D.C.)	800-424-8802		
) 'Adadiaal				ļ
Interical	here TV	806 742 0011		
Accesses B2 Rev 4000 24th St.; Lu		000-743-9911		
Aerocare - KS, Box 49F; Lubboci		505 942 4422		
Ivied Flight All All D - 2301 fale	Care Loop & E : Albuquerque, NM	505-642-4455		i
ISB AIL WEU SERVICE - 2505 CIAFK	Carr Loop S.E.; Albuquerque, NIVI	303-842-4949		
Other				
<u>;Other</u>		800 350 0000		101 021 0004
DUDIS & LOOIS IWL		800-205-9688	or	422 562 2250
		432-039-0159	Ur	432-202-3330 I
		5/3-/40-2/3/		I
		515-140-3505		
L				J

CIMAREX

rex James 19 Federal 50H Rev1 RM 10Nov17 Proposal Geodetic Report

(Def Plan)

2017 - 08:28 AM

(NAD 83) : 19 Federal 50H / Cimarex James 19 Federal 50H : 19 Federal 50H le nown : 19 Federal 50H Rev1 RM 10Nov17 17 .819 ft / 5.887 / 0.558 :xico State Plane, Eastern Zone, US Feet 3556", W 103° 42' 28.31185" tUS, E 734598.770 ftUS Survey / DLS Computation: Vertical Section Azimuth: Vertical Section Origin: **TVD Reference Datum:** TVD Reference Elevation: Seabed / Ground Elevation: Magnetic Declination: Total Gravity Field Strength: **Gravity Model: Total Magnetic Field Strength:** Magnetic Dip Angle: **Declination Date:** Magnetic Declination Model: North Reference: Grid Convergence Used: Total Corr Mag North->Grid 6.5974 ° North:

Minimum Curvature / Lubinski 180.000 ° (Grid North) 0.000 ft, 0.000 ft RKB 3676.600 ft above MSL 3652.600 ft above MSL 6.932 ° 998.4376mgn (9.80665 Based) GARM 48138.706 nT 60.073 ° November 13, 2017 HDGM 2017 Grid North 0.3342 °

Local Coord Referenced To:

Structure Reference Point

기 ")	Azim Griđ (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
0	0.00	0.00	0.00	0.00	0.00	N/A	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	100.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	200.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	300.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	400.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
Ō	255.00	500.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	600.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	700.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	800.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
Ō	255.00	900.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
Ó	255.00	1000.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
Ō	255.00	1100.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
ō	255.00	1160.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 W	/ 103 42 28.31
0	255.00	1200.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
õ	255.00	1300.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
Ō	255.00	1400.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	1500.00	0.00	0.00	0.00	0.00	472464.63	734598.77 N	32 17 50.39 V	V 103 42 28.31
0	255.00	1599.98	0.45	-0.45	-1.69	2.00	472464.18	734597.08 N	32 17 50.38 V	V 103 42 28.33
0	255.00	1699.84	1.81	-1.81	-6.74	2.00	472462.82	734592.03 N	32 17 50.37 V	V 103 42 28.39
4	255.00	1736.75	2.54	-2.54	-9.47	2.00	472462.09	734589.30 N	32 17 50.36 V	V 103 42 28.42
4	255.00	1799.51	3.88	-3.88	-14.49	0.00	472460.75	734584.28 N	32 17 50.35 V	V 103 42 28.48
4	255.00	1899.17	6.02	-6.02	-22.48	0.00	472458.61	734576.30 N	32 17 50.33 V	V 103 42 28.57
4	255.00	1998.83	8.16	-8.16	-30.46	0.00	472456.47	734568.31 N	32 17 50.31 V	V 103 42 28.67
4	255.00	2098.49	10.30	-10.30	-38.44	0.00	472454.33	734560.33 N	32 17 50.29 V	V 103 42 28.76
4	255.00	2198.15	12.44	-12.44	-46.42	0.00	472452.19	734552.35 N	32 17 50.27 V	V 103 42 28.85
4	255.00	2260.00	13.77	-13.77	-51.38	0.00	472450.86	734547.40 N	32 17 50.25 W	/ 103 42 28.91
4	255.00	2297.80	14.58	-14.58	-54.41	0.00	472450.05	734544.37 N	32 17 50.24 V	V 103 42 28.95

...Cimarex James 19 Federal 50H\Original Borehole\Cimarex James 19 Federal 50H Rev1 RM 10Nov17

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3	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
<u>)</u>	<u>(°)</u>	<u>(ft)</u>	(ft)	<u>(ft)</u>	<u>(ft)</u>	(*/100ft)	(ftUS)	(ftUS)	(N/S * * *)	(E/W ****)
4	255.00	2397.46	16.72	-16.72	-62.39	0.00	4/244/.91	734536.39 r	32 17 50.22 V	V 103 42 29.04
4	255.00	2497.12	18.86	-18.86	-70.37	0.00	472445.78	734528.40 N	32 17 50.20 V	V 103 42 29.13
4	255.00	2596.78	20.99	-20.99	-78.35	0.00	472443.64	734520.42	32 17 50.18 V	V 103 42 29.23
4	255.00	2696.44	23.13	-23.13	-86.34	0.00	472441.50	734512.44	32 17 50.16 V	V 103 42 29.32
4	255.00	2796.09	25.27	-25.27	-94.32	0.00	472439.36	734504.46	32 17 50.14 V	V 103 42 29.41
4	255.00	2895.75	27.41	-27.41	-102.30	0.00	472437.22	734496.47 1	32 17 50.12 V	V 103 42 29.51
4	255.00	2995.41	29.55	-29.55	-110.28	0.00	472435.08	734488.49 N	32 17 50.10 V	V 103 42 29.60
4	255.00	3095.07	31.69	-31.69	-118.27	0.00	472432.94	734480.51	32 17 50.08 V	V 103 42 29.69
Å	255.00	3194 73	33.83	-33.83	-126.25	0.00	472430.80	734472.53 N	32 17 50.06 V	V 103 42 29.78
Å	255.00	3260.00	35.23	-35.23	-131 48	0.00	472429 40	734467.30 N	1 32 17 50 04 W	103 42 29 85
4	255.00	2200.00	25.07	-35.07	-134 22	0.00	472428 66	734464 55	32 17 50 04 V	103 42 20.00
4	255.00	2204.04	20.31	-33.37	142.20	0.00	472426.00	724466 66	1 32 17 50.04 V	103 42 20.00
4	255.00	3394.04	30.11	-30.11	-142.21	0.00	472420.00	734430.30	1 32 17 50.02 V	V 103 42 29.97
4	255.00	3493.70	40.24	-40.24	-150.20	0.00	472424.39	734440.30	N 32 17 50.00 V	V 103 42 30.00
4	255.00	3500.00	40.38	-40.38	-150.70	0.00	472424.25	734448.08	N 32 17 49.99 V	V 103 42 30.07
7	255.00	3593.47	41.99	-41.99	-156.70	2.00	472422.64	734442.07	32 17 49.98 V	V 103 42 30.14
7	255.00	3693.41	42.83	-42.83	-159.85	2.00	472421.80	734438.93	N 32 17 49.97 V	V 103 42 30.18
0	255.00	3736.75	42.92	-42.92	-160.17	2.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
Ô	255.00	3793.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
ñ	255.00	3893 41	42.92	-42 92	-160 17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
ň	255.00	3003 /1	42.02	.42.92	-160 17	0.00	472421 72	734438 61	32 17 49 97 V	V 103 42 30 18
ň	255.00	1003 11	42.02	-42.02	-160.17	0.00	472421.12	734438 61	J 32 17 40.07 V	V 103 42 30 18
0	255.00	4033.41	42.52	42.02	160.17	0.00	472421.72	73//38 61	32 17 40.07 V	V 103 42 30.10
0	255.00	4193.41	42.92	-42.92	-100.17	0.00	472421.72	734430.01 1	N 32 17 49.97 V	V 103 42 30.10
0	255.00	4293.41	42.92	-42.92	-100.17	0.00	4/2421./2	734430.01	N 32 17 49.97 V	V 103 42 30.10
0	255.00	4393.41	42.92	-42.92	-160.17	0.00	4/2421.72	734438.01	N 32 17 49.97 V	V 103 42 30.18
0	255.00	4493.41	42.92	-42.92	-160.17	0.00	472421.72	/34438.61 0	N 321749.97V	V 103 42 30.18
0	255.00	4510.00	42.92	-42.92	-160.17	0.00	472421.72	734438.61 N	1 32 17 49.97 V	/ 103 42 30.18
0	255.00	4593.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	4693.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	4720.00	42.92	-42.92	-160.17	0.00	472421.72	734438.61 N	i 32 17 49.97 V	/ 103 42 30.18
0	255.00	4793.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
Ô	255.00	4893.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
n N	255.00	4993.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
ň	255.00	5093 41	42 92	-42 92	-160 17	0.00	472421 72	734438 61	32 17 49 97 V	V 103 42 30 18
ň	255.00	5103 /1	42.02	-42.92	-160 17	0.00	472421 72	734438 61	J 32 17 49 97 V	V 103 42 30 18
0	255.00	5203.41	42.32	-42.32	-160.17	0.00	472421.72	73//38 61	32 17 40.07 V	V 103 42 30 18
0	255.00	5202.41	42.32	42.92	160.17	0.00	470401 70	734439.61	22 17 49.97 V	V 103 42 30.10
0	255.00	5353.41	42.92	42.92	-100.17	0.00	472421.72	724430.01	JZ 17 49.97 V	V 103 42 30.10
0	255.00	5493.41	42.92	-42.92	-100.17	0.00	4/2421./2	734430.01	N 32 17 49.97 V	V 103 42 30.16
0	255.00	5593.41	42.92	-42.92	-160.17	0.00	472421.72	734438.01	N 32 17 49.97 V	V 103 42 30.18
0	255.00	5693.41	42.92	-42.92	-160.17	0.00	4/2421.72	/34438.61 1	N 32 17 49.97 V	V 103 42 30.18
0	255.00	5793.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	5893.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	5993.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	6093.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	6193.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	6293.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
0	255.00	6393.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
Ó	255.00	6493.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 V	V 103 42 30.18
ō	255.00	6593.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
õ	255.00	6693.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
õ	255.00	6793 41	42 92	-42.92	-160.17	0.00	472421.72	734438.61	32 17 49.97 V	V 103 42 30.18
õ	255.00	6893 41	42 92	-42 92	-160 17	0.00	472421 72	734438.61	32 17 49 97 V	V 103 42 30 18
ñ	255.00	6993 41	42.92	42.92	-160 17	0.00	472421 72	734438 61	32 17 49 97 V	V 103 42 30 18
õ	255.00	7093 41	42 92	-42 92	-160 17	0.00	472421 72	734438 61	J 32 17 49 97 V	V 103 42 30 18
ň	255.00	7102 /1	12.02	-42.02	-160.17	0.00	A70A04 70	734429 64	32 17 40.07 V	V 103 42 20.10
ň	200.00	7202.44	72.02 100	-12.32	-160.17	0.00	A70A04 70	724420 24	3 32 17 49.97 4	V 103 42 30.10
0	200.00	7202 44	42.32	A2 02	160.17	0.00	AT2421.12	724420.01	1 02 17 40.07 V	V 102 42 20.10
0	200.00	7402 44	42.32	+2.3Z	-100.17	0.00	412421.12	724420.01	1 32 11 48.87 V	V 103 42 30.10
U	200.00	(493.41	44.94	-44.92	-100.17	0.00	412421.12	134430.01 [N J∠ 1749.97 V	v 103 42 30.18

...Cimarex James 19 Federal 50H\Original Borehole\Cimarex James 19 Federal 50H Rev1 RM 10Nov17

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기	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
<u>"</u>	(°)	(ft)	<u>(ft)</u>	(ft)	(ft)	(°/100ft)	(ftUS)	(ftUS)	(N/S ***)	(E/W * * * *)
0	255.00	7593.41	42.92	-42.92	-160.17	0.00	4/2421.72	734438.61	N 321749.97 V	/V 103 42 30.18
U	255.00	7693.41	42.92	-42.92	-160.17	0.00	4/2421./2	734438.61	N 321749.97 N	/V 103 42 30.18
U	255.00	7793.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 N	/V 103 42 30.18
0	255.00	7893.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 N	/V 103 42 30.18
0	255.00	7993.41	42.92	-42.92	-160.17	0.00	472421.72	734438.01	N 32 17 49.97 N	// 103 42 30.18
0	255.00	8093.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 321749.97	/V 103 42 30.18
0	255.00	8193.41	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 321749.97	// 103 42 30.18
0	255.00	0293.41	42.92	-42.92	-100.17	0.00	472421.72	734430.01	N 32 17 49.97 N	103 42 30.10
0	255.00	0393.41	42.92	-42.92	-100.17	0.00	4/2421./2	734430.01	N 32 17 49.97 V	N 103 42 30.10
0	255.00	9500.00	42.92	-42.92	-100.17	0.00	412421.12	734430.01	N 32 17 49.97 V	103 42 30.10
0	255.00	9502.00	42.92	-42.92	-700.77	0.00	4/2421./2	734430.01 1	V 32 17 49.97 V	N 103 42 30.10
U	255.00	0393.41	42.92	-42.92	-100.17	0.00	412421.12	734430.01	N 32 17 49.97 N	103 42 30.16
0	255.00	8657.54	42.92	-42.92	-160.17	0.00	472421.72	734438.61	N 32 17 49.97 N	N 103 42 30.18
0	180.00	8693.37	44.26	-44.26	-160.17	12.00	472420.37	734438.61	N 32 17 49.96 N	N 103 42 30.18
0	180.00	8791.58	62.12	-62.12	-160.17	12.00	472402.51	734438.61	N 32 17 49.78 N	N 103 42 30.18
0	180.00	8883.93	100.00	-100.00	-160.17	12.00	472364.63	734438.61	N 32 17 49.41 N	N 103 42 30.18
0	180.00	8966.38	156.26	-156.26	-160.17	12.00	472308.38	734438.61	N 32 17 48.85 N	N 103 42 30.19
0	180.00	9035.34	228.43	-228.43	-160.17	12.00	472236.21	734438.61	N 32 17 48.13 N	N 103 42 30.19
8	180.00	9050.00	248.45	-248.45	-160.17	12.00	472216.19	734438.61	V 32 17 47.94 V	V 103 42 30.19
0	180.00	9087.78	313.36	-313.36	-160.17	12.00	472151.29	734438.61	N 32 17 47.29 N	N 103 42 30.20
0	180.00	9121.42	407.34	-407.34	-160.17	12.00	472057.31	734438.61	N 32 17 46.36 N	N 103 42 30.21
0	180.00	9134.79	506.26	-506.26	-160.17	12.00	471958.40	734438.61	N 32 17 45.39 N	N 103 42 30.21
0	180.00	9135.00	520.38	-520.38	-160.17	12.00	471944.27	734438.61	N 32 17 45.25 N	N 103 42 30.21
0	180.00	9135.00	606.25	-606.25	-160.17	0.00	471858.41	734438.61	N 32 17 44.40 N	N 103 42 30.22
0	180.00	9135.00	706.25	-706.25	-160.17	0.00	471758.41	734438.61	N 32 17 43.41 N	N 103 42 30.23
0	180.00	9135.00	806.25	-806.25	-160.17	0.00	471658.42	734438.61	N 32 17 42.42 N	N 103 42 30.23
0	180.00	9135.00	906.25	-906.25	-160.17	0.00	471558.42	734438.61	N 32 17 41.43 N	N 103 42 30.24
0	180.00	9135.00	1006.25	-1006.25	-160.17	0.00	471458.43	734438.61	N 32 17 40.44 N	N 103 42 30.25
0	180.00	9135.00	1106.25	-1106.25	-160.17	0.00	471358.43	734438.61	N 32 17 39.45 N	N 103 42 30.25
0	180.00	9135.00	1206.25	-1206.25	-160.17	0.00	471258.44	734438.61	N 32 17 38.46 \	N 103 42 30.26
0	180.00	9135.00	1306.25	-1306.25	-160.17	0.00	471158.44	734438.61	N 32 17 37.47 V	N 103 42 30.27
0	180.00	9135.00	1406.25	-1406.25	-160.17	0.00	471058.45	734438.61	N 32 17 36.48 N	N 103 42 30.27
0	180.00	9135.00	1506.25	-1506.25	-160.17	0.00	470958.45	734438.61	N 32 17 35.49 N	N 103 42 30.28
0	180.00	9135.00	1606.25	-1606.25	-160.17	0.00	470858.46	734438.61	N 32 17 34.50 \	N 103 42 30.29
0	180.00	9135.00	1706.25	-1706.25	-160.17	0.00	470758.46	734438.61	N 32 17 33.51 V	N 103 42 30.29
0	180.00	9135.00	1806.25	-1806.25	-160.17	0.00	470658.47	/34438.61	N 32 17 32.52 N	/V 103 42 30.30
0	180.00	9135.00	1906.25	-1906.25	-160.17	0.00	470558.47	/34438.61	N 32 17 31.53 N	N 103 42 30.31
0	180.00	9135.00	2006.25	-2006.25	-160.17	0.00	470458.48	734438.61	N 32 17 30.54 N	N 103 42 30.31
0	180.00	9135.00	2106.25	-2106.25	-160.17	0.00	470358.48	734438.61	N 32 17 29.55 N	N 103 42 30.32
0	180.00	9135.00	2206.25	-2206.25	-160.17	0.00	470258.49	734438.61	N 32 17 28.50 N	/V 103 42 30.33
0	180.00	9135.00	2306.25	-2306.25	-160.17	0.00	470158.49	734438.61	N 32 17 27.57 N	N 103 42 30.33
0	180.00	9135.00	2406.25	-2406.25	-160.17	0.00	470058.50	734438.01	N 32 17 20.59 N	// 103 42 30.34
0	180.00	9135.00	2006.20	-2000.20	-100.17	0.00	409906.00	734430.01	N 32 17 23.00 N	103 42 30.30
0	180.00	9135.00	2606.25	-2000.20	-100.17	0.00	409000.01	734430.01	N 32 17 24.01 N	103 42 30.33
0	180.00	9135.00	2706.25	-2/00.20	-100.17	0.00	409/06.01	734430.01	N 32 17 23.02 N	1 103 42 30.30
0	100.00	9135.00	2806.25	-2000.20	-100.17	0.00	409030.32	734430.01	N 32 17 22.03 N	11 103 42 30.37
0	100.00	9135.00	2906.25	-2900.20	-100.17	0.00	409006.02	734430.01	N 32 17 21.04 N	/V 103 42 30.30
0	100.00	9133.00	3106 25	-3000.23	-100.17	0.00	403400.00	72//29 61	32 17 20.00 1	N 103 42 30.30
0	100.00	9133.00	3100.23	-3100.23	-100.17	0.00	409000.00	734430.01	32 17 19.00	N 103 42 30.39
0	180.00	9135.00	3200.20	-3200.20	-160.17	0.00	469158 54	734438.61	N 32 17 10.07 N	N 103 42 30.40
0	100.00	0125.00	3406 26	-3300.23	-100.17	0.00	409100.04	724429 61	N 32 17 16 60 1	N 103 42 30.40
0	120.00	9133.00 9125.00	3506 35	-3400.20	-100.17	0.00	468059 55	734439.61	N 32 17 16.09 N	N 103 42 30.41
0	180.00	9135.00	3606.25	-3606.25	-160.17	0.00	468858 56	734438 61	N 32 17 14 71 N	N 103 42 30 42
ñ	180.00	9135.00	3706 25	-3706 25	-160.17	0.00	468758 56	734438 61	N 32 17 13 72 V	N 103 42 30.42
ñ	180.00	9135.00	3806.25	-3806 25	-160.17	0.00	468658 57	734438 61	N 32 17 12 73 V	N 103 42 30 44
ŏ	180.00	9135.00	3906 25	-3906.25	-160.17	0.00	468558.57	734438.61	N 32 17 11.74	N 103 42 30.44
ō	180.00	9135.00	4006.25	-4006.25	-160.17	0.00	468458.58	734438.61	N 32 17 10.75	N 103 42 30.45

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2l	Azim Grid	TVD	VSEC	NS	EW	DLS	Northing	Easting	Latitude	Longitude
°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(ftUS)	(ftUS)	(N/S ° ' ")	(E/W ° ' ")
0	180.00	9135.00	4106.25	-4106.25	-160.17	0.00	468358.58	734438.61 N	32 17 9.76	N 103 42 30.46
0	180.00	9135.00	4206.25	-4206.25	-160.17	0.00	468258.59	734438.61 N	32 17 8.77	N 103 42 30.46
0	180.00	9135.00	4306.25	-4306.25	-160.17	0.00	468158.59	734438.61 N	32 17 7.78	N 103 42 30.47
0	180.00	9135.00	4406.25	-4406.25	-160.17	0.00	468058.60	734438.61 N	32 17 6.80 \	N 103 42 30.48
0	180.00	9135.00	4506.25	-4506.25	-160.17	0.00	467958.60	734438.61 N	32 17 5.81 \	N 103 42 30.48
0	180.00	9135.00	4606.25	-4606.25	-160.17	0.00	467858.61	734438.61 N	32 17 4.82	N 103 42 30.49
0	180.00	9135.00	4706.25	-4706.25	-160.17	0.00	467758.61	734438.61 N	32 17 3.83 \	N 103 42 30.50
0	180.00	9135.00	4806.25	-4806.25	-160.17	0.00	467658.62	734438.61 N	32 17 2.84	N 103 42 30.50
0	180.00	9135.00	4906.25	-4906.25	-160.17	0.00	467558.62	734438.61 N	32 17 1.85	W 103 42 30.51
0	180.00	9135.00	4976.92	-4976.92	-160.17	0.00	467487.96	734438.61 N	32 17 1.15	W 103 42 30.52

*** 3-D 95.000% Confidence 2.7955 sigma

rt	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size (in)	Casing Diameter (in)	Expected Max Inclination (deg)	Survey Tool Type	Borehole / Survey
1	0.000	24.000	1/100.000	30.000	30.000		NAL_MWD_PLUS_0.5_DEG- Depth Only	Original Borehole / Cimarex James 19 Federal 50H Rev1 RM 10Nov17
1	24.000	13870.666	1/100.000	30.000	30.000		NAL_MWD_PLUS_0.5_DEG	Original Borehole / Cimarex James 19 Federal 50H Rev1 RM

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...Cimarex James 19 Federal 50H\Original Borehole\Cimarex James 19 Federal 50H Rev1 RM 10Nov17

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Co-Flex Hose James 19 Federal 50H Cimarex Energy Co. 18-23S-32E Lea County, NM



Cimarex Energy Co. 18-23S-32E Lea County, NM				
Midwee	st Hose			
& Specia	alty. Inc.			
Customer: Oderco Inc	P.O. Number: odyd-271			
HOSE SPECI	FICATIONS			
Type: Stainless Steel Armor				
Choke & Kill Hose	Hose Length: 45'ft.			
I.D. 4 INCHES	O.D. 9 INCHES			
WORKING PRESSURE TEST PRESSUR	E BURST PRESSURE			
10,000 PS/ 15,000	PSI O PSI			
COUF	PLINGS			
Stem Part No.	Ferrule No.			
ОКС	OKC			
Type of Coupling:				
Swage-It				
PROC	CEDURE			
Hose assembly pressure tested wi	ith water at ambient temperature.			
TIME HELD AT TEST PRESSURE	ACTUAL BURST PRESSURE:			
15 MIN.	0 PSI			
Hose Assembly Serial Number: 79793	Hose Serial Number: OKC			
Comments:	 A state of the sta			
Date: Tested:	Journ Serue Approved:			

Co-Flex Hose Hydrostatic Test James 19 Federal 50H Cimarex Energy Co. 18-23S-32E Lea County, NM

Enal O.D. 6.25" Hose Assembly Serial # 73733 **Coupling Method** Swage i



PS S

Test Pressure 15000 PSI

Approved By: Kim Thomos Peak Pressure 15483 PSI Tested By: Zoc Mcconnell Actual Burst Pressure **Time in Minutes Lime.Held** at **Test Pressure** 11 Minutes

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



Internal Hydrostatic Test Graph

Pick Ticket #: 94260

Verification

Type of Fitting 4 1/16 10K

Customer: Houston

i

Midwest Hose & Specialty, Inc.

Hose Specifications

Hose Type

0 8 7

Co-Flex Hose James 19 Federal 50H Cimarex Energy Co. 18-23S-32E Lea County, NM		
Midwe	stHose	
& Speci	ialty, Inc.	
Certificate of	f Conformity	
Customer:	PO	
DEM	ODYD-271	
SPECIFIC Sales Order		
79793	3/8/2011	
We hereby cerify that the for the referenced purcha according to the requirem order and current industry	e material supplied ase order to be true ments of the purchase y standards	
Supplier: Midwest Hose & Specialty	y, Inc.	
10640 Tanner Road Houston, Texas 77041		
10640 Tanner Road Houston, Texas 77041		
10640 Tanner Road Houston, Texas 77041 Comments:		
10640 Tanner Road Houston, Texas 77041 Comments:	- Date:	
10640 Tanner Road Houston, Texas 77041 Comments: Approved:	Date: 3/8/2011	
10640 Tanner Road Houston, Texas 77041 Comments: Approved:	Date: 3/8/2011	



Co-Flex Hose James 19 Federal 50H Cimarex Energy Co. 18-23S-32E Lea County, 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) 670-6816

on		Allow	Sep.	Controlling	Reference	Trajectory		Risk Level		Alert	Status
Л	EOU (ft)	Dev. (ft)	Fact.	Rule	MD (ft)	TVD (ft)	Alert	Minor	Major		
<i></i>											
í.											
		-									Warning Alert
1 5	37.47	7.51	N/A	MAS = 9.89 (m)	0.00	0.00	CtCt<=15m<15.00			Enter Alert	
1 5	37.44	7.49	N/A	MAS = 9.89 (m)	24.00	24.00				WRP	
45	28.41	7.49	4.15	MAS = 9.89 (m)	1500.00	1500.00				MinPts	
45	28.38	7.51	4.13	MAS = 9.89 (m)	1510.00	1510.00				MINPT-O-EOU	
45	28.62	7.91	4.09	MAS = 9.89 (m)	1550.00	1550.00				MinPt-O-SF	
1 5	39.71	19.71	4.99	MAS = 9.89 (m)	1770.00	1769.62	OSF>5.00			Exit Alert	
1 5	388.18	377.57	21.07	MAS = 9.89 (m)	5040.00	5033.41				MinPt-O-SF	
45	393.78	383.41	21.11	MAS = 9.89 (m)	5120.00	5113.41				MinPt-O-SF	
11	379.51	360.54	11.00	OSF1.50	8670.00	8663.41				MinPts	
\$1	379.51	360.54	11.00	OSF1.50	8690.00	8683.39				MinPt-O-SF	
)9	333.70	291.84	4.99	OSF1.50	11020.00	9135.00	OSF<5.00			Enter Alert	
90	229.15	135.02	2.22	OSF1.50	13860.00	9135.00				MinPt-CtCt	
38	228,86	134.56	2.21	OSF1.50	13870.67	9135.00				MinPts	
1											
											Pass
31	57.42	27.11	N/A	MAS = 10.00 (m)	0.00	0.00				Surface	
31	57.39	27.08	N/A	MAS = 10.00 (m)	24.00	24.00				WRP	
31	48.36	27.08	6.35	MAS = 10.00 (m)	1500.00	1500.00				MinPts	
31	48.35	27.10	6.34	MAS = 10.00 (m)	1510.00	1510.00				MINPT-O-EOU	
31	48.56	27.36	6.33	MAS = 10.00 (m)	1530.00	1530.00				MinPt-O-SF	
55	926.09	908.40	27.18	OSF1.50	7340.00	7333.41				MinPt-O-SF	
23	938.46	918.88	24.97	OSF1.50	8690.00	8683.39				MINPT-O-EOU	
25	938.46	918.88	24.96	OSF1.50	8700.00	8693.37				MinPts	
30	960.41	940.61	25.25	OSF1.50	9414.13	9135.00				MinPt-CtCt	
20	813.60	720.37	5.36	OSF1.50	13870.67	9135.00				MinPts	

...Cimarex James 19 Federal 50H\Original Borehole\Cimarex James 19 Federal 50H Rev1 RM 10Nov17

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1. Geological Formations

TVD of target 9,135	Pilot Hole TD N/A
MD at TD 13,871	Deepest expected fresh water

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone	Hazards
Rustler	1160	N/A	
Salado	2260	N/A	
Castille	3260	N/A	
Base of Salt	4510	N/A	
Delaware Sands	4720	Hydrocarbons	
Bone Spring	8500	Hydrocarbons	
Avalon Shale	9050	Hydrocarbons	
Avalon Target	9345	Hydrocarbons	
1st Bone Spring Sand	9650	Hydrocarbons	

2. Casing Program

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Coliapse	SF Burst	SF Tension
17 1/2	0	1210	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.34	3.12	5.54
12 1/4	0	4700	9-5/8"	40.00	J-55	LT&C	1.59	1.58	2.77
8 3/4	0	8862	5-1/2"	17.00	L-80	LT&C	1.52	1.87	2.18
8 3/4	8862	13871	5-1/2"	17.00	L-80	BT&C	1.47	1.81	85.54
	-	-		BLM	Minimum Sa	afety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

	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?	Ν
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?	Ν
If yes, are the first three strings cemented to surface?	N
Is 2nd string set 100' to 600' below the base of salt?	N
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	N
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	N
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	N

3. Cementing Program

Casing	# Sks	Wt. Ib/gal	Yld ft3/sack	H2O gal/sk	500# Comp. Strength (hours)	Slurry Description	
Surface	587	13.50	1.72	9.15	15.5	Lead: Class C + Bentonite	
	157	14.80	1.34	6.32	9.5	Tail: Class C + LCM	
Intermediate	880	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Salt + Ben	tonite
	275	14.80	1.34	6.32	9.5	Tail: Class C + LCM	
Production	376	10.30	3.64	22.18		Lead: Tuned Light + LCM	
	1071	14.50	1.30	5.79	20	Tail: 50:50 (Poz:H) + Salt + Bento + Retarder + Antifoam	onite + Fluid Loss + Dispersant + Expanding Agent
Casing String				тос			% Excess
Surface						0	4
Intermediate						0	4
Production						4500	1

4. Pressure Control Equipment

A variance is requested for th	e use of a diverter o	on the surface casing. See at	tached 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		2M
			Double Ram	x	
			Other		
8 3/4	13 5/8	3M	Annular	x	50% of working pressure
			Blind Ram		
			Pipe Ram		3M
			Double Ram	x	
			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 1210'	FW Spud Mud	8.30 - 8.80	30-32	N/C
1210' to 4700'	Brine Water	9.70 - 10.20	30-32	N/C
4700' to 13871'	FW/Cut Brine	8.50 - 9.00	30-32	N/C

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

What will be used to monitor the loss or gain of fluid?

PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Log	ging, 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.
Γ	No logs are planned based on well control or offset log information.
	Drill stem test?
	Coring?

Additional Logs Planned

7. Drilling Conditions

Condition	
BH Pressure at deepest TVD	4275 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.

Interval

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.



PREPARED ON 6-1-17

FMSS

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



APD ID: 10400024220

Operator Name: CIMAREX ENERGY COMPANY

Well Name: JAMES 19 FEDERAL

Well Type: OIL WELL

Well Number: 50H Well Work Type: Drill rector thenese

Show Final Text

|--|

Will existing roads be used? YES

Existing Road Map:

James_19_20_Federal_CTB_Existing_Road_ROW_20171116124229.pdf

Existing Road Purpose: ACCESS

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

James_19_20_Federal_CTB_Road_ROW_20171116124253.pdf

New need (was Collie TO) Langth SUS1 Anny Cap of Phylocia (Colli) parative studie (PA) Alexent de Ros 6 AcoE Permit Number(s):

ACCE Permit Number(s).

Yev meed attracts overteni opining's fine side slepso or appeliance grothermello or stylkes inducted on the ban contened to subjict grave and competical and initialized of neoessary second contour. Water or open slepso compl worked, which have on all tenes of the constructed, matching top applied, or othermore construction of the association to control contened by bates, such weather or other matching top applied, or othermore construction of the association to control contened by bates, such weather or other matching top top the the contened of the state of the state of an instant a weather an environmentation or other and the such a matching top to the the matching of the state of the contened with a microaction or other the matching to the such as the tened of the state o **Operator Name: CIMAREX ENERGY COMPANY**

Well Name: JAMES 19 FEDERAL

Well Number: 50H

Access road engineering design attachment:

Access Sume finally and the second seco

Offsite topsoil source description:

Smalle terrentlinging hypoteces: Ruch air and clock pale stanged as the location.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Sevenced dualise produced in the AULANNEL CAN WARDER OUT LEAS

performed a contract softeneous superior and provide presidently containing the relation of the perior of the peri

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:

sty total (Mails

James_19_20_Federal_CTB_Road_ROW_20171116124253.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: JAMES 19 FEDERAL

Well Number: 50H

Moxellepe (199): Anny Moho of Brylanesis (ACCE), yanniti naquliicoli?

ACOE Permit Number(s):

them meand) the well with the New meand the second constraint of manually them meand are come planter planter planter for

New road access plan attachment:

Access road engineering design attachment:

Avenessis configence (Marine Constant) Avenessi Appsell Schule St.

Ac surfacing type description:

Offsite topsoil source description:

Ouslie Gepein Reproved programs of the second state of the second state of the second state of the second state

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Nevermaalt om Arrige an operating : Daeting geste konfinelt com an arbest Norsel 10 nedna pro-Confinel Status (10 CCS)) der Galfallene.

R Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

Road Map:

Jan _19_20_Federal_CTB_Road_ROW_20171116124253.pdf
Well Name: JAMES 19 FEDERAL

Well Number: 50H

Merz Chripte (1990) Annony Stand Christenne (1849) (240) (240) (240)

ACOE Permit Number(s):

Newymoerel mewell with the

New note: Barace Complement (In properties) New note: Barace Complement (In properties)

New road access plan attachment:

Access road engineering design attachment:

Access Commenting Myses

Access surfacing type description:

Offsite topsoil source description:

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Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New week chemistry classing.

Induces Connell continuity

ResultDuctivere Control Subschreices (DCS)) des schlattons

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:

James_19_Federal_50H_Mile_Radius_Existing_wells_20171102115728.pdf

Existing Wells description:

Well Name: JAMES 19 FEDERAL

Well Number: 50H

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:

James_19_Federal_East_CTB_Layout_20171102115742.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

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

Source latitude:

Source 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:

James_19_Federal_50H_Drilling_Water_Sources_20171102115754.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Source volume (acre-feet): 0.6444655

Source longitude:

Well target aquifer:

Est. depth to top of aquifer(ft):

Aquifer comments:

Aquifer documentation:

Est thickness of aquifer:

Operator Name: CIMAREX ENERGY COMPANY **Well Name:** JAMES 19 FEDERAL

Well Number: 50H

Well casing outside diameter (in.):	Well casing inside diameter (in.):
New water well casing?	Used casing source:
Drilling method:	Drill material:
Grout material:	Grout depth:
Casing length (ft.):	Casing top depth (ft.):
Well Production type:	Completion Method:
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:

Well Name: JAMES 19 FEDERAL

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

Reserve Pit

Reserve Pit being used? NO

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:

James_19_Federal_50H_Well_Location_20171102115839.pdf

Comments:

Well Name: JAMES 19 FEDERAL

Well Number: 50H

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: JAMES 19 FEDERAL

Multiple Well Pad Number: E2E2

Recontouring attachment:

James_19_Federal_50H_Interim_Reclaim_20171102115853.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 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 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, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured, and reclaimed to near original condition to re-establish natural drainage.

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

Well pad proposed disturbance (acres): 7.059	Well pad interim reclamation (acres): 3.697	Well pad long term disturbance (acres): 3.362
Road proposed disturbance (acres): 5.599	Road interim reclamation (acres): 0	Road long term disturbance (acres): 5.559
Powerline proposed disturbance (acres): 4.643 Pipeline proposed disturbance (acres): 55.012 Other proposed disturbance (acres):	Powerline interim reclamation (acres): 0 Pipeline interim reclamation (acres): 55.012 Other interim reclamation (acres): 0	Powerline long term disturbance (acres): 4.643 Pipeline long term disturbance (acres): 0 Other long term disturbance (acres):
4.993 Total proposed disturbance: 77.306	Total interim reclamation: 58.709	4.993 Total long term disturbance: 18.557

Disturbance Comments: Gas Pipeline: 11767', SWD: 66402', Flowline: 1708', Gas lift: 1708' Temp fresh water line: 21060'

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:**

Operator Name: CIMAREX ENERGY COMPANY **Well Name:** JAMES 19 FEDERAL

Well Number: 50H

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:

S | harvest description attachment:

Seed Management

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

Pounds/Acre

Seed Type

Well Name: JAMES 19 FEDERAL

Well Number: 50H

Operator Contact/Responsible O	fficial Contact Info	
First Name:	Last Name:	
Phone:	Email:	
Seedbed prep:		
Seed BMP:		
Seed method:		
Existing invasive species? NO	· · · ·	
Existing invasive species treatment description	n:	·.
Existing invasive species treatment attachment	t:	
W treatment plan description: N/A		
W treatment plan attachment:	·	
Monitoring plan description: N/A		
Monitoring plan attachment:		
Success standards: N/A		
Pit closure description: N/A		
Pit closure attachment:		

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Section 11 - Surface Ownership

Disturbance type: WELL PAD D cribe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: **BIA Local Office: BOR Local Office: COE Local Office: DOD Local Office: NPS Local Office:** State Local Office: Military Local Office: **USFWS Local Office: Other Local Office: USFS Region:** ···- - - - -· -.

Well Number: 50H

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:

Use a previously conducted onsite? YES

Previous Onsite information: Onsite with BLM (Jesse Bassett) and Cimarex (Barry Hunt) on 8/29/17.

Other SUPO Attachment

James_19_Federal_50H_Flow_line_Gas_lift_ROW_20171116124506.pdf James_19_Federal_50H_Public_Access_20171116124507.pdf James_19_Federal_50H_SUPO_20171116124510.pdf James_19_Federal_50H_Road_Description_20171116124509.pdf James_19_20_Federal_CTB_Gas_Sales_ROW_20171116124512.pdf James_19_Federal_50H_Temp_Fresh_water_route_20171116124510.pdf James_19_20_Federal_CTB_Power_line_ROW_20171116124513.pdf James_19_20_Federal_CTB_SWD_ROW_20171116124515.pdf











BEGINNING OF ACCESS ROAD BEARS N68'45'08"E 2217.12' FROM THE WEST 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

END OF ACCESS ROAD ON BLM LANDS IN SECTION 20 BEARS N89'43'55"E 146.28' FROM THE NORTHWEST CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

80

500'

BEGINNING OF ACCESS ROAD LATERAL "A" BEARS S40'49'44"W 1612.17' FROM THE NORTH 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

END OF ACCESS ROAD LATERAL "A" BEARS S39'59'20"W 773.11' FROM THE NORTH 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M. BEGINNING OF ACCESS ROAD LATERAL "B" BEARS S40'30'41"E 872.92' FROM THE NORTHWEST CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

END OF ACCESS ROAD LATERAL "B" BEARS S43'57'55"E 816.18' FROM THE NORTHWEST CORNER OF SECTION 20, T23S, R32E, N.M.P.M.



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CERTIFICATE THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE CROUND UPON WHICH IT IS BASED WERP PERFORMED BY MY OR UNDER MY

	JAMES 19-20 FED ACCESS ROAD NETWORK				
NUMBER	STATION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)		
BEGIN	0+00	N 32°17'31.95"	W 103°41'54.68"		
1	0+25.03	N 32°17'32.20"	W 103°41'54.68"		
2	8+03.18	N 32°17'38.18"	W 103°42'00.38"		
3	13+08.11	N 32°17'38.17"	W 103°42'06.26"		
4	13+44.25	N 32°17'38.23"	W 103°42'06.67"		
5	14+03.24	N 32°17'38.76"	W 103°42'06.96"		
6	18+31.28	N 32° 17' 43.00"	W 103°42'06.97"		
7	18+65.63	N 32°17' 43.32"	W 103°42'07.11"		
8	19+21.59	N 32°17'43.59"	W 103°42'07.68"		
9	23+06.41	N 32°17'43.58"	W 103°42'12.16"		
10	23+31.45	N 32°17'43.58"	W 103°42'12.45"		
11	23+82.99	N 32°17'43.80"	W 103°42'12.99"		
12	24+23.37	N 32°17'44.18"	W 103°42'13.15"		
13	27+99.45	N 32°17'47.90"	W 103°42'13.16"		
END	32+03.80	N 32°17'50.16"	W 103°42'17.05"		

	JAMES 19-20 FED ACCES	SS ROAD NETWORK LATERAL "/	۹"
NUMBER	STATION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)
BEGIN	0+00	N 32°17'38.18"	W 103°42'00.38"
1	4+69.75	N 32°17'42.83"	W 103°42'00.39"
2	10+30.09	N 32°17'42.85"	W 103°41'53.87"
END	11+85.36	N 32°17'44.38"	W 103°41'53.87"

	JAMES 19-20 FED ACCE	SS ROAD NETWORK LATERAL "	В"
NUMBER	STATION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)
BEGIN	0+00	N 32°17'43.58"	W 103°42'12.16"
END	0+76.21	N 32°17'44.34"	W 103°42'12.16"

JAMES 19-20 FED ACCESS ROAD NETWORK			
SECTION CORNER	DESCRIPTION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)
NW COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°17'50.16"	W 103°42'18.75"
N 1/4 COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°17'50.24"	W 103°41'48.07"
NE COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°17'50.36"	W 103°41'17.38"
E 1/4 COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°17'24.21"	W 103°41'17.36"
SE COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°16'58.10"	W 103°41'17.36"
S 1/4 COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°16'58.00"	W 103°41'48.06"
SW COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°16'57.93"	W 103°42'18.75"
W 1/4 COR. SEC. 20, T23S, R32E	BRASS CAP W/IRON PIPE	N 32°17'24.04"	W 103°42'18.76"

ACREAGE / LENGTH TABLE

	OWNERSHIP	FEET	RODS	ACRES
SEC. 20 (NW 1/4)	BLM	3203.80	194.17	2.206

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Section______ Line <u>Detail</u> "A' No Scale

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











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

DRAWN BYS.F.09-28-17AS SHOWNYPICAL CROSS SECTIONSEXHIBIT F



BEGINNING AT THE INTERSECTION OF JAL HIGHWAY/HIGHWAY 128 AND AN EXISTING ROAD TO THE NORTHEAST (LOCATED AT NAD 83 LATITUDE N32.2408° AND LONGITUDE W103.7256°), PROCEED IN A NORTHEASTERLY DIRECTION 2.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING NORTHWEST, TURN LEFT AND PROCEED IN A ROAD TO THE NORTHWESTERLY DIRECTION APPROXIMATELY 1.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN LEFT PROCEED IN A WESTERLY, THEN NORTHERLY DIRECTION AND APPROXIMATELY 1.1 MILES TO THE EXISTING JAMES 20 FEDERAL #2 AND THE BEGINNING OF THE PROPOSED ACCESS ROAD FOR THE JAMES 19 FEDERAL W2E2 TO THE NORTHWEST; FOLLOW ROAD FLAGS IN A NORTHWESTERLY, THEN WESTERLY DIRECTION APPROXIMATELY 6,064 TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE SOUTH: FOLLOW ROAD FLAGS IN A SOUTHERLY DIRECTION APPROXIMATELY 196' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF JAL HIGHWAY/HIGHWAY 128 AND AN EXISTING ROAD TO THE NORTHEAST (LOCATED AT NAD 83 LATITUDE N32.2408° AND LONGITUDE W103.7256°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 6.2 MILES.

CIMAREX ENERGY CO.

JAMES 19 FEDERAL EAST CTB NW 1/4 NE 1/4, SECTION 19, T23S, R32E, N.M.P.M. LEA COUNTY, NEW MEXICO



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

SURVEYED BY	J.J., R.G.	09-08-17	· · · · · · · · · · · · · · · · · · ·
DRAWN BY	J.L.G.	09-25-17	
ROAD DE	SCRIPTIC	DN EX	HIBIT F





FLOW LINE CONNECTION SURFACE USE AREA DESCRIPTION

BEGINNING AT A POINT IN THE NW 1/4 NE 1/4 OF SECTION 19, T23S, R32E, N.M.P.M., WHICH BEARS S74'25'03"W 1499.80' FROM THE NORTHEAST CORNER OF SAID SECTION 19, THENCE S60'27'51"W 50.00'; THENCE N29'32'09"W 130.00'; THENCE S60'27'51"W 200.00'; THENCE N29'32'09"W 50.00'; THENCE N60'27'51"E 250.00'; THENCE S29'32'09"E 180.00' TO THE POINT OF BEGINNING. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.436 ACRES MORE OR LESS.

JAMES 19 FEDERAL EAST CTB			
SECTION CORNER	DESCRIPTION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)
NW COR. SEC. 19, T23\$ R32E	BRASS CAP W/ IRON PIPE	N 32°17'49.90"	W 103°43'22.66"
NE COR. SEC. 19, T23S R32E	BRASS CAP W/ IRON PIPE	N 32°17'50.16"	W 103°42'18.75"
E 1/4 COR. SEC. 19, T23S R32E	BRASS CAP W/ IRON PIPE	N 32°17'24.04"	W 103°42'18.76"
SE COR. SEC. 19, T23S R32E	BRASS CAP W/ IRON PIPE	N 32°16'57.93"	W 103°42'18.75"
SW COR. SEC. 19, T23\$ R32E	BRASS CAP W/ IRON PIPE	N 32°16'57.66"	W 103°43'22.68"
W 1/4 COR. SEC. 19, T23S R32E	BRASS CAP W/ IRON PIPE	N 32°17'23.78"	W 103°43'22.68"

JAMES 19 FEDERAL EAST CTB FLOW LINE CONNECTION SURFACE USE AREA		
CORNER	LATITUDE (NAD 83)	LONGITUDE (NAD 83)
1	N 32°17'46.20"	W 103°42'35.59"
2	N 32°17'45.95"	W 103°42'36.09"
3	N 32°17'47.07"	W 103°42'36.84"
4	N 32°17'46.10"	W 103°42'38.87"
5	N 32°17'46.53"	W 103°42'39.15"
6	N 32°17'47.75"	W 103°42'36.62"



Carlsbad

-3.1 FW. Station 207/23S/28E Eoving

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Jamès 19

ed E2











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



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Exhibit P Interim Reclamation Diagram James 19 Federal E2E2 pad Cimarex Energy Co. Sec 18-23S-32E Lea Cty, NM



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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:
 - Improve and/or maintain existing road(s) condition the same as or better than before the operations began.
 - 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. Proposed route is for all James wells in Section 18, 19 & 20 of 23S-32E.
- Length: 8131'
- 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

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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.

- James 19 Federal East CTB Exhibit F
 - o Direction to facility
 - Facility pad location layout and cut and fill
 - Facility pad archeological boundary
 - Facility pad flowline corridor
 - o Facility pad access road

Gas Pipeline Specifications

- Cimarex plans to construct an off-lease gas pipeline to service this battery location.
- Please see Exhibit G for proposed pipeline route. Proposed route is for all James wells in Section 18, 19 & 20 of 23S-32E.
- Three pipelines: 12" LP Steel, 8" HP Steel, 4" HP Steel.
- Pipeline Length: 11,767'.
- Pipeline will be buried and will require a construction width of 30'.
- MAOP: 1,440psi.
- Anticipated working pressure: 12": 300psi; 8" & 4": 1100 psi.
- A ROW application will be submitted to the BLM for the proposed route.

Salt Water Disposal Specifications

- Cimarex plans to construct an off-lease SWD pipeline to service this battery location.
- Please see Exhibit H for proposed pipeline route. Proposed route is for all James wells in Section 18, 19 & 20 of 23S-32E.
- Two pipelines: 4" Surface poly & 12" Buried poly. Both pipelines follow the same route.
- Length: 66,402'.
- MAOP: 4" line: 120psi; 12" line: 150psi.
- Anticipated working pressure: 4" line: 110psi; 12": 225 psi.
- A ROW application will be submitted to the BLM for the proposed route.

Power Lines

- Cimarex plans to construct an on-lease power line to service the James 19 Federal E2E2 pad & James 19 Federal East CTB.
- Overhead power line from an existing power source located in the NE/4 of Sec 19-23S-32E.
- Length: 6,742'.
- Poles: 25
- Specifications: 480 volt, 4 wire, 3 phase.
- Please see Exhibit I for proposed route. Proposed route is for all James wells in Section 18, 19 & 20 of 23S-32E.

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: James 19 Federal 47H, 48H, 49H
- Pad Size: 500x560
- 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.
 - In the event that no caliche is found onsite, caliche will be hauled in from BLM-approved caliche pit in Sec 21-25S-32E or Sec 2-24S-32E.
 - 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

- Flowlines
 - o Cimarex Energy plans to construct on-lease flowlines to service the well.
 - Flowline will be buried and require a construction width of 30'.
 - o 6" HP steel for oil, gas, and water production.
 - o Length: 1,708'.
 - 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 Gas pipeline will be buried and require a construction width of 30'.
 - 6" HP steel for gas lift.
 - o Length: 1,708'.
 - 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: 21,060'.
- 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:
 - \circ $\,$ No approved or pending drill permits for wells located on the drill pad $\,$
 - o No drilling activity for 5 years from the drill pad
- Surfacing materials will be removed and returned to a mineral pit or recycled to repair or build roads and well pads.
- Drainage systems, if any, will be reshaped to the original configuration with provisions made to alleviate erosion. These may need to be modified in certain circumstances to prevent inundation of the location's pad and surface facilities. After the area has been shaped and contoured, topsoil from the spoil pile will be placed over the disturbed area to the extent possible. Revegetation procedures will comply with BLM standards.
- Exhibit P illustrates the proposed Surface Reclamation plans after cessation of drilling operations as outlined above.
 - The areas of the location not essential to production facilities and operations will be reclaimed and seeded per BLM requirements.
- Operator will amend the surface reclamation plan if well is a dry hole and/or a single well pad.

Surface Ownership

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

Cultural Resource Survey - Archeology

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

On Site Notes and Information

Onsite Date: 8/29/2017 BLM Personnel on site: Jesse Bassett Cimarex Energy personnel on site: Barry Hunt Pertinent information from onsite:

BEGINNING AT THE INTERSECTION OF JAL HIGHWAY/HIGHWAY 128 AND AN EXISTING ROAD TO THE NORTHEAST (LOCATED AT NAD 83 LATITUDE N32.2408° AND LONGITUDE W103.7256°), PROCEED IN A NORTHEASTERLY DIRECTION 2.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING NORTHWEST, TURN LEFT AND PROCEED IN A THE ROAD TO NORTHWESTERLY DIRECTION APPROXIMATELY 1.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST: TURN LEFT IN WESTERLY, THEN NORTHERLY DIRECTION AND PROCEED Α APPROXIMATELY 1.1 MILES TO THE JAMES 20 FEDERAL #2 AND THE BEGINNING OF THE PROPOSED ACCESS ROAD FOR THE JAMES 19 FEDERAL W2E2 TO THE NORTHWEST; FOLLOW ROAD FLAGS IN A NORTHWESTERLY, THEN WESTERLY DIRECTION APPROXIMATELY 3,746 TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY DIRECTION APPROXIMATELY 219' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM THE INTERSECTION OF JAL HIGHWAY/HIGHWAY 128 AND AN EXISTING ROAD TO THE NORTHEAST (LOCATED AT NAD 83 LATITUDE N32.2408° AND LONGITUDE W103.7256°) TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 5.8 MILES.

CIMAREX ENERGY CO.

JAMES 19 FEDERAL E2E2 SE 1/4 SE 1/4, SECTION 18, T23S, R32E, N.M.P.M. LEA COUNTY, NEW MEXICO



UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017 SURVEYED BYC.T.,J.R.09-08-17DRAWN BYJ.L.G.09-25-17ROAD DESCRIPTIONEXHIBIT A







S89'37'16"W 91.13' FROM THE NORTHEAST CORNER OF SAID SECTION 30, THENCE S00'06'46"E 931.96'; THENCE N87'41'34"E 91.18' TO A POINT ON THE EAST LINE OF THE NE 1/4 NE 1/4 OF SAID SECTION 30, WHICH BEARS S00'06'41"W 928.89' FROM THE NORTHEAST CORNER OF SAID SECTION 30. 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 0.705 ACRES MORE OR LESS.

BEGINNING OF GAS SALES PIPELINE ON BLM LANDS IN SECTION 30 BEARS S89'37'16"W 91.13' FROM THE NORTHEAST CORNER OF SECTION 30, T23S, R32E, N.M.P.M.

END OF GAS SALES PIPELINE ON BLM LANDS IN SECTION 30 BEARS S00'06'41"W 928.89' FROM THE NORTHEAST CORNER OF SECTION 30, T23S, R32E, N.M.P.M.



S29'08'34"W 976.39' FROM THE NORTH 1/4 CORNER OF SECTION 29, T23S, R32E, N.M.P.M.





---- 1 10" Layflat Water Line







POWER LINE "A" RIGHT-OF-WAY DESCRIPTION

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

BEGINNING AT A POINT IN THE NE 1/4 NE 1/4 OF SECTION 19, T23S, R32E, N.M.P.M., WHICH BEARS SO2'31'09"W 381.11' FROM THE NORTHEAST CORNER OF SAID SECTION 19, THENCE N61'35'18"W 243.84'; THENCE S59'53'59"W 298.30'; THEN CONTINUING S59'53'59"W 1375.82'; THENCE N29'32'17"W 424.54'; THEN CONTINUING N29'32'17"W 180.74'; THENCE S89'38'16"W 149.97' TO A POINT IN THE NW 1/4 NE 1/4 OF SAID SECTION 19, WHICH BEARS S74'47'14"W 2205.23' FROM THE NORTHEAST CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 1.841 ACRES MORE OR LESS.

POWER LINE LATERAL "A" RIGHT-OF-WAY DESCRIPTION

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

BEGINNING AT A POINT IN THE NE 1/4 NE 1/4 OF SECTION 19, T23S, R32E, N.M.P.M., WHICH BEARS S49'44'32"W 641.15' FROM THE NORTHEAST CORNER OF SAID SECTION 19, THENCE N31'07'58"W 179.66'; THENCE N00'22'20"W 33.72' TO A POINT IN THE NE 1/4 NE 1/4 OF SAID SECTION 19, WHICH BEARS S68'43'13"W 625.01' FROM THE NORTHEAST CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.147 ACRES MORE OR LESS.

POWER LINE LATERAL "B" RIGHT-OF-WAY DESCRIPTION

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 19, T23S, R32E, N.M.P.M., WHICH BEARS S68'44'20"W 2026.83' FROM THE NORTHEAST CORNER OF SAID SECTION 19, THENCE N60'40'34"E 50.15' TO A POINT IN THE NW 1/4 NE 1/4 OF SAID SECTION 19, WHICH BEARS S68'56'34"W 1977.19' FROM THE NORTHEAST CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.035 ACRES MORE OR LESS.

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

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

BEGINNING AT A POINT IN THE SE 1/4 NE 1/4 OF SECTION 19, T23S, R32E, N.M.P.M., WHICH BEARS N00'15'14"W 1205.01' FROM THE EAST 1/4 CORNER OF SAID SECTION 19, THENCE N26'00'40"E 37.12' TO A POINT ON THE EAST LINE OF THE SE 1/4 NE 1/4 OF SAID SECTION 19, WHICH BEARS N00'04'40"W 1238.23' FROM THE EAST 1/4 CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.026 ACRES MORE OR LESS.

BEGINNING OF POWER LINE "A" BEARS S02'31'09"W 381.11' FROM THE NORTHEAST CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

END OF POWER LINE "A" BEARS S74'47'14"W 2205.23' FROM THE NORTHEAST CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

BEGINNING OF POWER LINE "B" BEARS NOO'15'14"W 1205.01' FROM THE EAST 1/4 CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

END OF POWER LINE "B" ON BLM LANDS IN SECTION 19 BEARS NO0'04'40"W 1238.23' FROM THE EAST 1/4 CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

ACREAGE/L	ENGTH TAB	LE-LI	NE "	'A"	
	OWNERSHIP	FEET	RODS	ACRES	
SEC. 19 (NE 1/4)	BLM	2673.20	162.01	1.841	
ACREAGE/LENGTH TABLE-LINE "B"					
	OWNERSHIP	FEET	RODS	ACRES	
SEC. 19 (NE 1/4)	BLM	37.12	2.25	0.026	

BEGINNING OF POWER LINE LATERAL "A" BEARS S49'44'32"W 641.15' FROM THE NORTHEAST CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

END OF POWER LINE LATERAL "A" BEARS S68'43'13"W 625.01' FROM THE NORTHEAST CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

BEGINNING OF POWER LINE LATERAL "B" BEARS S68'44'20"W 2026.83' FROM THE NORTHEAST CORNER OF SECTION 19, T23S, R32E, N.M.P.M.

END OF POWER LINE LATERAL "B" BEARS S68'56'34"W 1977.19' FROM THE NORTHEAST CORNER OF SECTION 19, T23S, R32E, N.M.P.M.



POWER LINE "B" RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SECTION 20

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

BEGINNING AT A POINT ON THE WEST LINE OF THE SE 1/4 NW 1/4 OF SECTION 20, T23S, R32E, N.M.P.M., WHICH BEARS N00'04'40"W 1238.23' FROM THE WEST 1/4 CORNER OF SAID SECTION 20, THENCE N26'00'40"E 30.17'; THENCE N89'43'51"E 955.13'; THEN CONTINUING N89'43'51"E 384.98'; THEN CONTINUING N89'43'51"E 286.05'; THENCE N00'16'10"W 574.75'; THENCE N89'43'53"E 116.52'; THENCE N00'15'10"W 210.13' TO A POINT IN THE NE 1/4 NW 1/4 OF SAID SECTION 20, WHICH BEARS S55'57'19"W 1061.22' FROM THE NORTH 1/4 CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 1.762 ACRES MORE OR LESS.

POWER LINE LATERAL "C" RIGHT-OF-WAY DESCRIPTION

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 20, T23S, R32E, N.M.P.M., WHICH BEARS N37'16'50"E 1595.91' FROM THE WEST 1/4 CORNER OF SAID SECTION 20, THENCE N00'15'40"W 669.88'; THENCE S89'43'55"W 289.98'; THENCE N00'19'43"W 114.92' TO A POINT IN THE NW 1/4 NW 1/4 OF SAID SECTION 20, WHICH BEARS S49'03'31"E 895.66' FROM THE NORTHWEST CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.740 ACRES MORE OR LESS.

POWER LINE LATERAL "D" RIGHT-OF-WAY DESCRIPTION

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

BEGINNING AT A POINT IN THE SE 1/4 NW 1/4 OF SECTION 20, T23S, R32E, N.M.P.M., WHICH BEARS N46'44'49"E 1855.81' FROM THE WEST 1/4 CORNER OF SAID SECTION 20, THENCE N00'16'55"W 134.89' TO A POINT IN THE NE 1/4 NW 1/4 OF SAID SECTION 20, WHICH BEARS S45'44'51"W 1785.53' FROM THE NORTH 1/4 CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103'53'00". CONTAINS 0.093 ACRES MORE OR LESS.

BEGINNING OF POWER LINE "B" ON BLM LANDS IN SECTION 20 BEARS NO0'04'40"W 1238.23' FROM THE NORTH 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

END OF POWER LINE "B" ON BEARS S55'57'19"W 1061.22' FROM THE NORTH 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

ACREAGE / LENGTH TABLE-LINE "B"						
	OWNERSHIP	FEET	RODS	ACRES		
SEC. 20 (NW 1/4)	BLM	2557.72	15.01	1.762		
ACREAGE / LENGTH TABLE-LATERAL "C"						
	OWNERSHIP	FEET	RODS	ACRES		
SEC. 20 (NW 1/4)	BLM	1074.78	65.14	0.740		
ACREAGE / LENGTH TABLE-LATERAL "D"						
	OWNERSHIP	FEET	RODS	ACRES		
SEC. 20 (NW 1/4)	BLM	134.89	8.18	0.093		

BEGINNING OF POWER LINE LATERAL "C" BEARS N37'16'50"E 1595.91' FROM THE WEST 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

END OF POWER LINE. LATERAL "C" BEARS S49'03'31"E 895.66' FROM THE NORTHWEST CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

BEGINNING OF POWER LINE LATERAL "D" BEARS N46'44'49"E 1855.81' FROM THE WEST 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.

END OF POWER LINE LATERAL "D" BEARS S45'44'51"W 1785.53' FROM THE NORTH 1/4 CORNER OF SECTION 20, T23S, R32E, N.M.P.M.









SEC. 27 (NW 1/4)

SEC. 27 (SW 1/4)

BLM

BLM

2701.17 163.71 1.860

585.13 35.46 0.403

CERTIFICATE THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND

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	JAMES 19-20 FEDERAL SWD PIPELINE NETWORK				
NUMBER	STATION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)		
BEGIN	300+98.55	N 32°14'20.96"	W 103°43'16.77"		
1	303+26.74	N 32°14'19.24"	W 103°43'18.50"		
2	326+66.54	N 32°14'04.17"	W 103°42'57.83"		
3	329+53.29	N 32°14'02.02"	W 103°43'00.00"		
END	332+55.08	N 32°13'59.79"	W 103°43'02.35"		

JAMES 19-20 FEDERAL SWD PIPELINE NETWORK					
SECTION CORNER	DESCRIPTION	LATITUDE (NAD 83)	LONGITUDE (NAD 83)		
NW COR. SEC. 7, T24S, R32E	CORNER RE-ESTABLISHED	N 32°14'20.92"	W 103°43'22.75"		
N 1/4 COR. SEC. 7, T24S, R32E	1916 BRASS CAP	N 32°14'21.15"	W 103°42'49.92"		
NE COR. SEC. 7, T24S, R32E	1916 BRASS CAP	N 32°14'21.10"	W 103°42'19.04"		
E 1/4 COR. SEC. 7, T24S, R32E	BRASS CAP W/ IRON PIPE	N 32°13'55.03"	W 103°42'19.14"		
SE COR. SEC. 7, T24S, R32E	1940 BRASS CAP W/ CONCRETE	N 32°13'28.72"	W 103°42'19.10"		
SW COR. SEC. 7, T24S, R32E	1916 BRASS CAP W/ 3" IRON PIPE	N 32°13'28.65"	W 103°43'22.76"		
W 1/4 COR. SEC. 7, T24S, R32E	1916 BRASS CAP	N 32°13'54.78"	W 103°43'22.74"		















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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:

PWD disturbance (acres):

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:

PWD disturbance (acres):

PWD disturbance (acres):

Injection PWD discharge volume (bbl/dav):
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):

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

01/31/2019

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:

Well Name: JAMES 19 FEDERAL

Well Number: 50H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
EXIT Leg #1	330	FSL	101 0	FEL	23S	32E	19	Aliquot SESE	32.28365 2	- 103.7084 77	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 055953 9	- 566 3	138 71	931 5
BHL Leg #1	330	FSL	101 0	FEL	23S	32E	19	Aliquot SESE	32.28365 2	- 103.7084 77	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 055953 9	- 566 3	138 71	931 5



James 19 Federal 50H Rev1 RM 10Nov17 Anti-Collision Summary Report

- 08:30

D 83) Federal 50H Federal 50H Federal 50H Analysis Method: Reference Trajectory: Depth Interval: Rule Set: Min Pts: Version / Patch: Database \ Project: 3D Least Distance Cimarex James 19 Federal 50H Rev1 RM 10Nov17 (Def Plan) Every 10.00 Measured Depth (ft) NAL Procedure: D&M AntiCollision Standard S002 All local minima indicated. 2.10.565.0 US1153APP452.dir.slb.com\drilling-NM Lea County 2.10

000% Confidence 2.7955 sigma, for subject well. For odel version is specified with each well respectively.

Offset Trajectories Summary

Definitive Plans - Definitive surveys exclude definitive plans

rs when no Def-Survey is set in a borehole - All Non-Def Plans when no Def-Plan is set in a borehole

on	Allow	Sep.	Controlling	Reference Trajectory			Risk Level	Alert	Status	
) EOU (ft)	Dev. (ft)	Fact.	Rule	MD (ft)	TVD (ft)	Alert	Minor	Major		

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									Varning Alert
9	17.51	3.51	N/A	MAS = 5.03 (m)	0.00	0.00	CtCt<=15m<15.00	Enter Alert	
9	17.49	3.50	N/A	MAS = 5.03 (m)	24.00	24.00		WRP	
Э	8.46	3.50	1.94	MAS = 5.03 (m)	1500.00	1500.00		MinPts	
)	8.46	3.52	1.94	MAS = 5.03 (m)	1510.00	1510.00		MinPt-O-SF	
	38.09	32.45	5.56	MAS = 5.03 (m)	1900.00	1899.17	CtCt<=15m>15.00	Exit Alert	
	170.65	152.24	5.64	OSF1.50	8740.00	8733.09		MinPts	
	170.65	152.24	5.64	OSF1.50	8750.00	8742.95		MinPts	
	235.97	206.45	5.00	OSF1.50	10740.00	9135.00	OSF<5.00	Enter Alert	
	143.98	68.46	1.95	OSF1.50	13860.00	9135.00		MinPt-CtCt	
	143.73	68.09	1.95	OSF1.50	13870.00	9135.00		MinPts	
	143.74	68.10	1.95	OSF1.50	13870.67	9135.00		TD	
									Varning Alert
	149.78	119.47	N/A	MAS = 10.00 (m)	0.00	0.00		Surface	
	149.77	119.46	N/A	MAS = 10.00 (m)	24.00	24.00		WRP	
	140.74	119.46	16.58	MAS = 10.00 (m)	1500.00	1500.00		MinPts	
	140.26	119.25	16.08	MAS = 10.00 (m)	1600.00	1599.98		MinPt-O-SF	
	61.83	47.06	4.99	MAS = 10.00 (m)	3650.00	3643.42	OSF<5.00	Enter Alert	
	11.86	1.12	1.61	MAS = 10.00 (m)	4300.00	4293.41		MinPts	
	11.84	1.13	1.60	MAS = 10.00 (m)	4310.00	4303.41		MINPT-O-EOU	
	11.86	1.18	1.60	MAS = 10.00 (m)	4320.00	4313.41		MinPt-O-SF	
	92.18	80.62	4.99	OSF1.50	5300.00	5293.41	OSF>5.00	Exit Alert	
	170.31	151.73	5.58	OSF1.50	8880.00	8866.13		MinPts	
<u>ــــــــــــــــــــــــــــــــــــ</u>	236.48	206.89	5.00	OSF1.50	10900.00	9135.00	OSF<5.00	Enter Alert	

...Cimarex James 19 Federal 50H\Original Borehole\Cimarex James 19 Federal 50H Rev1 RM 10Nov17

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