Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD-HOBBS	5
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FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

	NOTICES AND REPO		MORRS,	5. Lease Serial No. NMNM3622			
Do not use th abandoned we	is form for proposals to II. Use form 3160-3 (AP	drill or to re-enter a D) for such proposa	in NOV 17	20146. If Indian, Allottee	or Tribe Name		
SUBMIT IN TRI	PLICATE - Other instruc	tions on reverse sid	de.	7. If Unit or CA/Agre	ement, Name and/or No.		
1. Type of Well	8. Well Name and No.	8. Well Name and No.					
② Oil Well ☐ Gas Well ☐ Otl 2. Name of Operator	9. API Well No.						
CIMAREX ENERGY COMPA	LEXIE LAVALLEY cimarex.com		30-025-37892				
3a. Address 600 N MARENFELD ST SUITE 600 MIDLAND, TX 79701		3b. Phone No. (include area code) Ph: 432-620-1936		10. Field and Pool, or TONTO; YATE	10. Field and Pool, or Exploratory TONTO; YATES-7 RIVERS		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish, and State				
Sec 18 T19S R34E 710FSL 660FWL			LEA COUNTY COUNTY, NM				
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATU	RE OF NOTIC	E, REPORT, OR OTHE	R DATA		
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	☐ Acidize ·	□ Deepen.	□ Pr	oduction (Start/Resume)	■ Water Shut-Off		
_	☐ Alter Casing	☐ Fracture Trea	at 🔲 Re	clamation	■ Well Integrity		
☐ Subsequent Report	□ Casing Repair	■ New Constru	_	complete	Other		
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Aba		mporarily Abandon			
13. Describe Proposed or Completed Ope	Convert to Injection	☐ Plug Back					
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi	k will be performed or provide operations. If the operation respondenment Notices shall be file in all inspection.)	the Bond No. on file with ults in a multiple completi d only after all requirement	BLM/BIA. Requir ion or recompletion	ed subsequent reports shall be in a new interval, a Form 316	filed within 30 days 0-4 shall be filed once		
Cimarex Energy Co. respectfu	lly requests the approval	for water disposal;					
Name of formation: yates							
BWPD: 10							
Water stored: 2 ea. 500 bbl wa	ater tanks			•			
Water is truck to water disposa	SEE ATTACHED	SEE ATTACHED FOR					
Disposal facility info:				CONDITIONS OF APPROVAL			
14. I hereby certify that the foregoing is	Electronic Submission #2	56365 verified by the E ENERGY COMPANY,	BLM Well Inform	ation System			
N OF THE PARTY IN	Committed to AFMSS for	processing by LINDA	DENNISTON on	08/15/2014 ()			
Name(Printed/Typed) LEXIE LAV	ALLEY	Title	REGULATORY	ANALYSI			
Signature (Electronic Submission)			Date 08/08/2014 APPROVED				
	THIS SPACE FO	R FEDERAL OR S	TATE OFFIC	E USE			
Approved By		Title		NOV 1 2 20	14 Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equenting the would entitle the applicant to condu-	itable title to those rights in the	not warrant or subject lease Office	M	JAMES A. AMI	OS EPS		

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

Additional data for EC transaction #256365 that would not fit on the form

32. Additional remarks, continued

Basin Alliance LLC State AJ #1 2310 FNL 2310 FEL sec. 33 18s 36e SWD- 168776

SWB 119

BUREAU OF LAND MANAGEMENT

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

Disposal of Produced Water From Federal Wells Conditions of Approval

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

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

7/10/14