Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| OCD-HOBB§ | |
|-----------|--|
|-----------|--|

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

BUREAU OF LAND MANAGEMENT 5. Lease Serial No. HOBBSOCD NMNM0392082A SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals FFR 1 9 2015 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. RECEIVED 1. Type of Well 8. Well Name and No HALLERTAU 4 FEDERAL 5H ☑ Oil Well ☐ Gas Well ☐ Other API Well No. **CRISTEN BURDELL** 2. Name of Operator Contact: CIMAREX ENERGY COMPANY / E-Mail: cburdell@cimarex.com 30-025-41062 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 600 N MARIENFELD STREET STE 600 WC-025;LWR BONE SPRING Ph: 918-560-7038 MIDLAND, TX 79701 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 4 T26S R32E 330FNL 740FWL LEA COUNTY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize Deepen □ Production (Start/Resume) ■ Water Shut-Off Notice of Intent ■ Well Integrity ■ Alter Casing ☐ Fracture Treat ☐ Reclamation ■ Subsequent Report ■ New Construction □ Recomplete □ Other □ Casing Repair □ Plug and Abandon ☐ Final Abandonment Notice Change Plans ■ Temporarily Abandon □ Plug Back ■ Water Disposal Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Cimarex Energy Co. respectfully requests approval for water disposal; Name of formation: 2nd bone spring BWPD: 200 Water stored: 2 ea 500 bbl water tanks SEE ATTACHED FOR Water is trucked to water disposal facility CONDITIONS OF APPROVAL Disposal facility info:

| | d by the BLM Well Information System MPANY, sent to the Hobbs y LINDA DENNISTON on 01/15/2015 () | | |
|--|--|--|--|
| Name(Printed/Typed) CRISTEN BURDELL | Title REGULATORY | | |
| Signature (Electronic Submission) | Date 09/29/2014 APPROVED | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | |
| Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Title JAMES A. AMOS SUPERVISOR-EPS | | |

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

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 in

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



Additional data for EC transaction #266743 that would not fit on the form

32. Additional remarks, continued

Cimarex Energy Thyme Apy Fed. SWD:11 3002541174 11650 FSL 990 FWL sec. 1 23s 32e SWD- 1305

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