Form 3160-5 (June 2015)

OCD-HOBBS

UNITED STATES

FORM APPROVED

| | DEPARTMENT OF THE INTERIOR | | | | | | OMB NO. 1004-0137 Expires: January 31, 2018 | | |
|---|---|---|-----------------|--|---|---|--|--|--|
| BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS | | | | | | Lease Serial N NMNM8464 | | | |
| DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. | | | | | | | ttee or Tribe | e Name | |
| SUBMIT IN 1 | 7. If Unit or CA/Agreement, Name and/or No. NM 70984a | | | | | | | | |
| Type of Well | Well Name and MADURO UN | | | | | | | | |
| Name of Operator MAREX ENERGY CO OF CO | Contact: | AMITHY CRA | WFOF | RD | | 9. API Well No. 30-025-38240 | | | |
| 3a. Address | OCCOTO LE CHAMICI COLONIO I COLONIO | 3b. Phone No. | (includ | e area code) | - | 10. Field and Poo | | atory Area | |
| 202 S. CHEYENNE AVE STE TULSA, OK 74103 | | Ph: 432.620 | 0.1909 | | | TONTO ATOKA ĜAS | | | |
| 4. Location of Well (Footage, Sec., T | |) | | | | 11. County or Pa | rish, State | | |
| Sec 28 T19S R33E 1740FSL | 660FWL | | | | | LEA COUN | TY, NM | | |
| , , | | | | | | | | | |
| 12. CHECK THE A | PPROPRIATE BOX(ES) | TO INDICA | ΓE NA | TURE OF | F NOTICE, | REPORT, OR | OTHER I | DATA | |
| TYPE OF SUBMISSION | | | | TYPE OF | ACTION | | | | |
| ■ Notice of Intent | ☐ Acidize | ☐ Deep | oen | | ☐ Product | ion (Start/Resume | e) 🔲 | Water Shut-Off | |
| | ☐ Alter Casing | ☐ Hydi | raulic F | racturing | Reclama | ation | | Well Integrity | |
| ☐ Subsequent Report | ☐ Casing Repair | □ New | Constr | uction | ☐ Recomp | plete | | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug | and Al | oandon | ☐ Tempor | orarily Abandon | | | |
| | ☐ Convert to Injection | 🛛 Plug | Back | | □ Water D | Disposal | 18 | | |
| 13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for final | ally or recomplete horizontally, rk will be performed or provide l operations. If the operation re- bandonment Notices must be fil | give subsurface lethe Bond No. on sults in a multiple | file wit | s and measur h BLM/BIA etion or reco | red and true ve Required sub impletion in a r | rtical depths of all posequent reports munew interval, a Forn | pertinent ma est be filed v n 3160-4 mu | arkers and zones. vithin 30 days ust be filed once | |
| Cimarex respectfully requests | to plugback the Morrow f | formation and | recom | plete into | the Atoka. | | | | |
| Notify BLM 24 hours prior to s 12,500' of 3-1/2" 12.95# L-80 | tarting operations needed for Acid Job (Rer | ntal String) | | | | | | | |
| 1. Hold operational safety med 2. MIRU Pulling unit. 3. Release PSL packer and To 4. LD Packer. PU 4-3/4" bit and 5. TOOH. LD bit and scraper. 6. TIH to 13,140' and set CIBP 7. Release from the CIBP and | OH. nd 5-1/2" casing scraper. I PU 5-1-2" CIBP. I PU 1 joint and circulate t | RIH to 13,150 | ' . | | CON | SEE ATTA | | 4 | |
| 14. I hereby certify that the foregoing is | Electronic Submission # For CIMAREX ENI Committed to AFMSS fo | ERGY CO OF | OLOR by PRIS | ADO, sent | to the Hobb REZ on 03/1 | os 5/2017 () | | f. | |
| Name (Printed/Typed) AMITHY (| CRAWFORD | | Title | REGUL | ATORY AN | ALYSI | and the state of | | |
| Signature (Electronic S | Submission) | | Date | 03/13/20 | APPF | ROVED | | | |
| | THIS SPACE FO | OR FEDERA | L OR | STATE | OFFICE U | SE | | | |
| . , | | | | | MAY | FOAM | | | |
| Approved By | | MAY | 5,2017 | | Date | | | | |
| Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to condu | uitable title to those rights in the | s not warrant or e subject lease | Office | DIID | THE | wast | FNT | | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | U.S.C. Section 1212, make it a | crime for any pe to any matter wi | rson kno | wingly and | | | | y of the United | |

(Instructions on page 2)

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

Additional data for EC transaction #369646 that would not fit on the form

32. Additional remarks, continued

8. Pressure Test casing and CIBP to 500 PSI. Ensure pressure holds for 30 min.

9. RIH to 13,139' and spot balanced plug w/ 35 sxs of class H cement on top of the CIBP and across the top of the Morrow formation.

10. PU tbg to 12,600'. Reverse circulate 73 bbls of 2% KCL.

10. PU tog to 12,600°. Reverse circulate 73 bbls of 2% RCL.
11. Allow proper time for cement to set up.
12. TIH and tag cement plug @ 12,687°.
13. PU tog to 12,567° and spot 500 gals of 15% HCL. TOOH, LD 2-3/8 Tbg.
14. RU WL. TIH w/ Select fire perforating guns w/ gamma ray gun.
a. Correlate gamma ray back to Halliburton "Radial Cement Bond and Gamma Ray Log" dated 19-MAR-2007 @12:30 PM.
15. Perforate 12,561' - 12,567' w/ 3 SPF (18 Holes), 0.41" EH size, and 120-degree phasing.
16. RD WL. TIH w/ 12,500' of 3-1/2" 12.95# L-80 Tbg, 3-1/2" x 2-7/8" XO, and 2-7/8" x 5-1/2"

treating packer to 12,500'.
a. Hydrotest 3-1/2" tbg to 10,000 psi while TIH
17. Set Packer in 20 Pts Compression at 12,500'

18. RU Acid Company. Test lines to MOP: 10,000 psi.
19. Treat perforations with 5,000 gals 15% NEFE HCL @ 5-7 BPM (whichever formation allows).
a. Drop 3 ball sealers every 555 gals. 27 ball sealers total.
b. Flush tbg with 100 bbls 2% KCL at same rate.
20. Flow back well for 1 week.

21. After enough data is gathered, kill well using 2% KCL.
22. TOOH w/ 3-1/2" tbg and treating packer.
23. RIH w/ 12,500' of 2-3/8" 4.7# L-80 w/ 2-3/8" x 5-1/2" AS1X packer.

24. Set packer at 12,500'.

25. Swab well back until it flows. Resume production.



Procedure Sheet – Hobbs District

PLEASE COMMENCE WITH WORK PER PROCEDURE

Maduro Unit 8

Recomplete Well in Atoka Sand

Current Well Data:

KB

25' above GL

TVD/PBTD

13,845'/13,210'

KOP

N/A Vertical Well

Perfs

Morrow (13,158' - 13,292')

Casing

| Size | Weight | Grade | Thread | Set at | Cmt | Remarks |
|---------|--------|-------|--------|---------|---------|----------|
| 13 3/8" | 54.5# | J-55 | ST&C | 1,302' | 990 sx | cmt circ |
| 9 5/8" | 40# | N-80 | LT&C | 5,030' | 2790 sx | cmt circ |
| 5 1/2" | 17# | P-110 | LT&C | 13,845' | 1950 sx | |

Tubing

| Quantity | Description | Length | Setting Depth |
|----------|------------------------------|---------|---------------|
| 1 | KB | 24.00 | 24.00 |
| 282 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 9494.00 | 9518.00 |
| 1 | Gas Lift Valve #6; SOP=945 | 4.10 | 9522.10 |
| 28 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 911.33 | 10433.43 |
| 1 | Gas Lift Valve #5; SOP=925 | 4.10 | 10437.53 |
| 23 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 750.95 | 11188.48 |
| 1 | Gas Lift Valve #4; SOP=910 | 4.10 | 11192.58 |
| 20 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 644.99 | 11837.57 |
| 1 | Gas Lift Valve #3; SOP=895 | 4.10 | 11841.67 |
| 20 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 653.01 | 12494.68 |
| 1 | Gas Lift Valve #2; SOP=880 | 4.10 | 12498.78 |
| 17 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 555.04 | 13053.82 |
| 1 | Gas Lift Valve #1; SOP=870 | 4.10 | 13057.92 |
| 1 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 32.70 | 13090.62 |
| 1 | Seating Nipple | 1.10 | 13091.72 |
| 1 | Packer 2-3/8" x 5-1/2" | 7.20 | 13098.92 |
| 1 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 32.70 | 13131.62 |
| 1 | Perf Tbg Sub | 4.15 | 13135.77 |
| 1 | 2-3/8" 4.7# L-80 8rd EUE Tbg | 32.66 | 13168.43 |
| 1 | Tbg Sub 2-3/8" | 10.00 | 13178.43 |
| 1 | Bull Plug | 0.75 | 13179.18 |

Packer

PSL Packer @ 13,038'

Gas Lift

6 Gas Lift Valves



Procedure:

Notify BLM 24 hours prior to starting operations 12,500' of 3-1/2" 12.95# L-80 needed for Acid Job (Rental String)

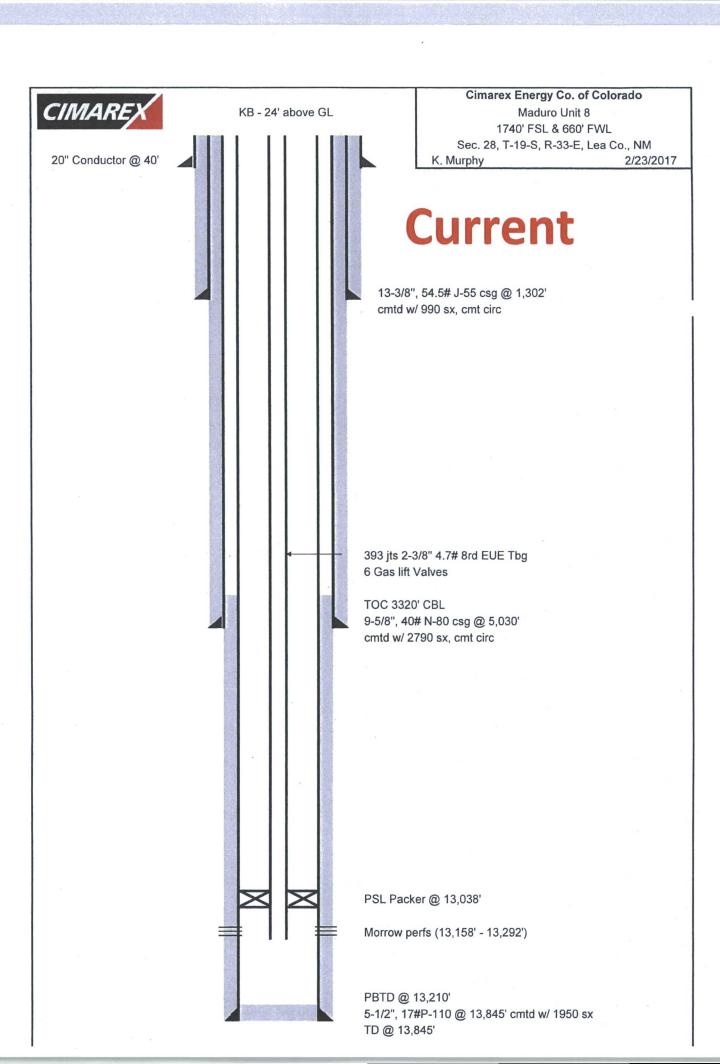
- 1. Hold operational safety meeting on location; discuss all risk and potential dangers.
- MIRU Pulling unit.
- Release PSL packer and TOH.
- 4. LD Packer. PU 4-3/4" bit and 5-1/2" casing scraper. RIH to 13,150'.
- 5. TOOH. LD bit and scraper. PU 5-1/2" CIBP.
- TIH to 13,140' and set CIBP.
- 7. Release from the CIBP and PU 1 joint and circulate the well w/ 400 bbls of 2% KCL.
- 8. Pressure Test casing and CIBP to 500 PSI. Ensure pressure holds for 30 min.
- 9. RIH to 13,139' and spot balanced plug w/ 35 sxs of class H cement on top of the CIBP and across the top of the Morrow formation.
- 10. PU tbg to ± 12,600'. Reverse circulate 73 bbls of 2% KCL.
- 11. Allow proper time for cement to set up.
- 12. TIH and tag cement plug @ ± 12,687'.
- 13. PU tbg to 12,567' and spot 500 gals of 15% HCL. TOOH, LD 2-3/8 Tbg.
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 - a. Hydrotest 3-1/2" tbg to 10,000 psi while TIH
- 17. Set Packer in 20 Pts Compression at 12,500'.
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- Treat perforations with 5,000 gals 15% NEFE HCL @ 5-7 BPM (whichever formation allows).
 - a. Drop 3 ball sealers every 555 gals. 27 ball sealers total.
 - b. Flush tbg with 100 bbls 2% KCL at same rate.
- 20. Flow back well for 1 week.

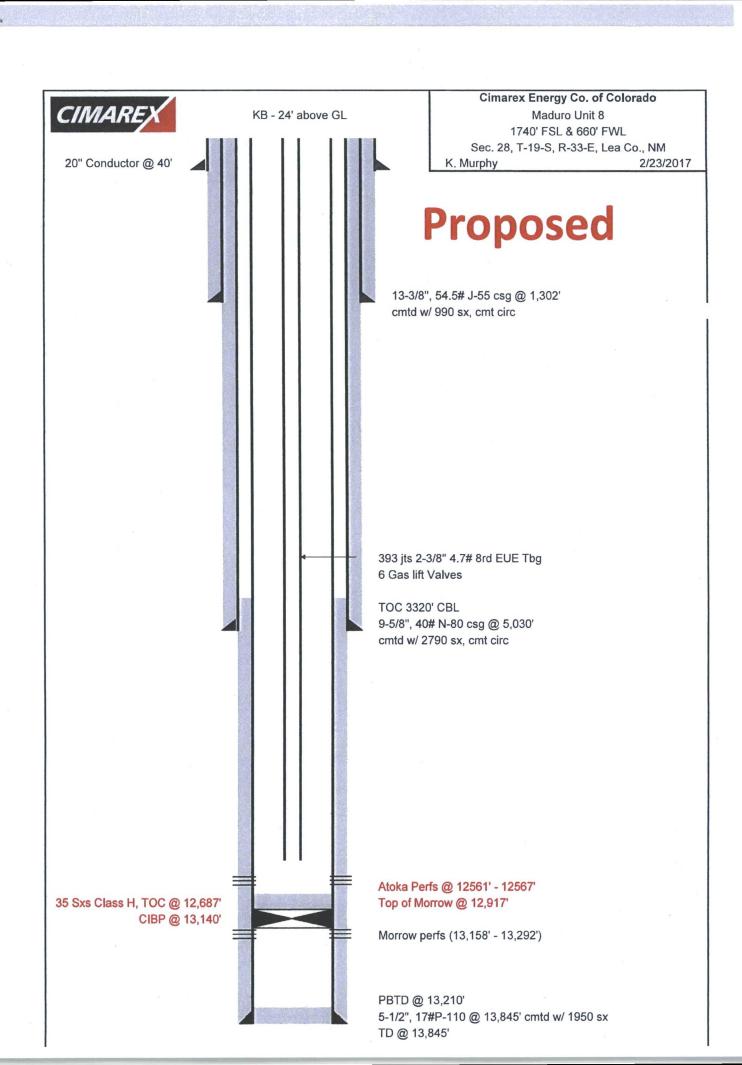
Page 2 of 3





- 21. After enough data is gathered, kill well using 2% KCL.
- 22. TOOH w/ 3-1/2" tbg and treating packer.
- 23. RIH w/ 12,500' of 2-3/8" 4.7# L-80 w/ 2-3/8" x 5-1/2" AS1X packer.
- 24. Set packer at 12,500'.
- 25. Swab well back until it flows. Resume production.





District 1
1625 N. French Dr., Holbs, NM 88240
Proce: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. Frent St., Artesia, NM 88210
Prome: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Artec, NM 87410
Prome: (503) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fo, NM 87505
Phone: (503) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

☐ AMENDED REPORT

| WELL. | LOCAT | TON AND | ACREAGE | DEDICAT | TION PLAT |
|-------|-------|---------|----------------|---------|-----------|
| | | | | | |

| | | | TI LILLI LIC | OTTIO | THE PROPERTY | CI LOL DEDICE | THUITTE | | | |
|-------------------|---------------------|----------|---------------|--------------------------------------|---------------|--------------------|---------------|-----------|---------------|--|
| | API Numbe -025-3 | | 5 | Pool Code | | Tonto; Atoka (Gas) | | | | |
| | | 0240 | | 0000 | | | 114 (040) | | | |
| 4 Property | | | | | | | | | Well Number | |
| 3005 | 31 | | Maduro Unit | | | | | | 8 | |
| 10GRID | No. | | | | Operator N | iame | | | * Elevation | |
| 16268 | 3 | | | Cimarex Energy Co. of Colorado 3583' | | | | | 3583' | |
| | | | | | " Surface I | ocation | | | | |
| UL or lot no. | Section | Township | Range | Lot ldn | Feet from the | North/South line | Feet from the | East/\Yes | t line County | |
| L | 28 | 198 | 33E | | 1740 | South | 660 | West | Lea | |
| | | | ".Bo | ttom Hol | e Location If | Different From | Surface | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Peet from the | East/Wes | line County | |
| 19 | 10000 | | | - 14 | | | | | | |
| 12 Dedicated Acre | Joint o | r Infill | Consolidation | Code Cor | đer No. | | | | | |
| 320 | | 1 | | | | | | | | |

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

| PORT BOOK BOOK SAINT | Street Street Street Street) | | |
|----------------------|-------------------------------|---|---|
| 16 | | | "OPERATOR CERTIFICATION 1 hereby certify that the information contained herein is true and complete |
| I | | | to the best of any knowledge and belief, and that this organization either |
| | | , | owns a working interest or unleased mineral interest in the land including |
| | | | the proposed bottom hale location or has a right to drill this well at this |
| K. | ' | | location pursuant to a contract with an owner of such a mineral or working |
| | | | triterest) or to a volution y pooling agreement be a compliancy pooling order fereigness entired by the friction. |
| | | | Amithy Crawford |
| | | | Printed Name |
| | | | acrawford@cimarex.com B-mail Address |
| | | v | "SURVEYOR CERTIFICATION I hereby certify that the well location shown on this |
| 660' | | | plat was plotted from field notes of actual surveys made by me or under my supervision, and that the |
| 000 | | | |
| | | | same is true and correct to the best of my belief. |
| | | | Date of Survey |
| | | | Signature and Seal of Professional Surveyor: |
| ò | | _ | |
| | | , | |
| - | | | |
| | | | |
| | | | |
| | | | Certificate Number |

Conditions of Approval

Cimarex Energy Co of Colorado MADURO UNIT - 08, API 3002538240 T19S-R33E Sec 28, 1740FSL & 660FWL May 05, 2017

- 1. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location for this workover operation.
- 2. Due to being within the Lesser Prairie Chicken habitat, this workover activity will be restricted to the hours of 9:00am through 3:00am for the period of March 1 through June 15.
- 3. Before casing or a liner added, replaced, or repaired prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 4. Subject to like approval by the New Mexico Oil Conservation Division.
- 5. Surface disturbance beyond the existing pad must have prior approval.
- 6. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required, no excavated pits.
- 7. Functional H₂S monitoring equipment shall be on location.
- 8. Blow Out Prevention Equipment 5000 (5M) to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (hand wheels) equipment installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) employed when needed for reasonable well control requirements.
- 9. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created by work over 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. Portojohns and trash containers will be on-location during fracturing operations or any other crewintensive operations.
- 10. On the 13140' CIBP set Class H formation isolation plug mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water to cover the Morrow. WOC 8 hours minimum & tag the plug with tubing at 12900 or higher.
- 11. Provide BLM with an electronic copy (Adobe Acrobat Document) record of the cement bond log dated 19-MAR-2007 @12:30PM. Attach the CBL to a <u>pswartz@blm.gov</u> email. Verify production csg cement covers 50 feet above the Capitan Reef Top.

Operations for a Well with Packer

1) Conduct a Mechanical Integrity Test of the packer/tubing/casing annulus prior to producing the well.

- 2) The minimum test pressure should be 500 psig for 30 minutes or 300 psig for 60 minutes, with a minimum 200 psig differential between tubing and casing pressure (at test time) but no more than 70% of casing burst pressure as described by Onshore Order 2.III.B.1.h. (The tubing or reservoir pressure may need reduced). Verify all annular casing vents plumbed to surface and open during this pressure test.
- 3) Document the pressure test on a one hour full rotation calibrated (within 6 months) recorder chart registering within 35 to 75 per cent of its full range. Greater than 10% pressure leakoff viewed as a failed MIT. Less than 10% pressure leakoff will be evaluated site specifically and may restrict injection approval.
- 4) Arrange 24 hours before the test for BLM to witness. In Lea County phone 575-393-3612. Leave a voice mail or email with the API#, workover purpose, and your phone number.
- 5) "Best Practice" is installation of equipment that daily displays corrosion inhibited fluid level open to atmosphere above the annular vent.
- 6) The subsequent report is to describe ball action and stimulation pressures. Report maximum/minimum injection rate (BPM) and max/min stimulation injection pressures (psig).
- 7) File intermediate **subsequent sundry** Form 3160-**5** within 30 days of any interrupted workover activity.
- 8) Submit within 30 days of completion the full workover subsequent report (dated daily) via BLM's Well Information System; https://www.blm.gov/wispermits/wis/SP with the Mechanical Integrity Test chart document.
- 9) Submit the BLM Form 3160-**4 Recompletion Report** within 30 days of the date all BLM approved procedures are complete.
- 10) BLM compliance requires sundry notice of a wellbore inactive/idle over 90 days.