Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT BY NOTICES AND THE

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

Lease Serial No.
NMNM4314

BU	UREAU OF LAND MANAGEN	MENT	÷ 0 0 20	7		opires: January 3	1, 2018	-
SUNDRY	NOTICES AND REPORTS	S ON WELL	C 3 0 50	11	5. Lease Seria NMNM43			
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS 2 0 2017 Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals EIVED					6. If Indian, Allottee or Tribe Name			
	RIPLICATE - Other instruc				7 If Unit or C	A/Agreement, N	Name and/or No.	
1 Type of Well				8. Well Name and No. PIPELINE B 6 FEDERAL 003			>	
				9. API Well No.				
CIMAREX ENERGY CO OF C					30-025-38045			
3a. Address 600 N. MARIENFELD, SUITE MIDLAND, TX 79701		h: 432-687-30	include area code) -3033 10. Field and Pool or Explorate E-K; BONE SPRING			ory Area		
4. Location of Well Footage Sec. T	R. M. or Survey Description)				11. County or Parish. State			
Sec 6 T19S R34E SENW 2310FNL 1980FWL					LEA COUNTY, NM			
12. CHECK THE AF	PPROPRIATE BOX(ES) TO	INDICATE N	ATURE OF	NOTICE	REPORT, O	R OTHER D	ATA	
TYPE OF SUBMISSION			TYPE OF	ACTION				
Notice of Intent ■ Notice of Intent Not	☐ Acidize	□ Deepen		☐ Produc	tion (Start/R	INT TO	PA PM	
☐ Subsequent Report	☐ Alter Casing	☐ Hydrauli		Reclam		P&A NE	PA PM	
	Casing Repair	□ New Con		Recom		P&A R		_
☐ Final Abandonment Notice					marily Aban			_
	☐ Convert to Injection	☐ Plug Bac		☐ Water				
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 f	ally or recomplete horizontally, give rk will be performed or provide the	Bond No. on file	ons and measur with BLM BIA	red and true v . Required su	ertical depths of ibsequent reports new interval a F	all pertinent mar must be filed w	kers and zones. ithin 30 days	
1) SET 5-1/2" CIBP @ 9,000'; 2) PUMP 25 SXS CMT @ 7,8 3) PERF X ATTEMPT TO SC 4) PERF. X ATTEMPT TO SC 5) CUT X PULL 5-1/2" CSG (6) PUMP 50 SXS CMT @ 3,7 7) PUMP 60 SXS CMT @ 3,2 8) PUMP 50 SXS CMT @ 1,6 9) PUMP 45 SXS CMT @ 50 10)MIX X CIRC. TO SURF 25 11)DIG OUT X CUT OFF WEI	816'-7,646'(T/B.S.); WOC X T 1Z. 60 SXS.CMT @ 5,332'-5 1Z. 55 SXS.CMT. @ 4,982'-4 @ +/-3,714'. 179'-3,649'(5-1/2"CSG.CUT. 1240'-3,110'(T/YATES): WOC X 136'-1,506'(T/ANHY.); WOC X 0'-400'(13-3/8"CSG.SHOE):	FAG CMT PLU ,182'(T/DLWR ,842'(T/REEF) 76 - J 9-5/8"CSG.SHO X TAG CMT F X TAG CMT P WOC X TAG C	IG. .). DE); WOC X PLUG. LUG. MT. PLUG.	TAG. 3	RECLAMAT AT	3649. ION PROCEITACHED	DURE	/AL
sclow ground lev	el day hole r	nactor	ceg	ined	LAC	Timing		
14. I hereby vertify that the foregoing is	true and correct Electronic Submission #390 For CIMAREX ENERG	382 verified by	the BLM Well	Information to the Hob	n System bs	/		
Name (Printed Typed) DAVID A I	EYLER	Little	AGENT					
								-
Signature (Electronic S	Submission)	Date	09/29/20)17				
	THIS SPACE FOR	FEDERAL O	R STATE (OFFICE U	SE			
Approved By James	a. amo	lit	c Su	pv. 1	167		/2-/5. Date	17
onditions of approval, if any, are attached certify that the appricant holds legal or equivient would entitle the applicant to condu-	itable title to those rights in the sub		ice A	-0				
Fitle 18 U.S. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crimitatements or representations as to a			willfully to m	ake to any depar	tment or agency	of the United	



KB - 18.5' above GL

Cimarex Energy Co. of Colorado

Pipeline B-6 Federal 3 2310' FNL & 1980' FSL

Sec. 6. T-19-S, R-33-E, Lea Co. NM

10/26/2015

30-025-38045

13-3/8" 48# H-40 csg @ 450" cmtd w/390 sx. cmt circ

121/4 hole

9-5/8" 40# K-55 csg @ 3714' cmtd w/ 1200 sx, cmt circ

> Rustler 1561 Yates 3175 7R 3689 Qu 4405

Capitan 4912 Del 5257

Brushylas 6220

304 its 2-7/8" 6.5# 8rd J-55 Tbg

BS 7731

- TOC 6359 Rod Detail: 26' x 1-1/2" SM Polish Rod

1-2' Pony Rods 104 1" Grade 97 Rods

105 7/8" Grade 97 Rods

174 3/4" Grade 97 Rods

10 1-1/2" x 25' K-bars 1 Guided Lift Sub

25-125-26 RHBM

TAC @ 8773

Ena of tbg @ 9919'

1st Bone Spring: 9045' - 9076' (186 holes: 2007) 1st Bone Spring: 9362' - 9368' (54 holes: 2007)

2nd Bone Spring: 9571' - 9618' (246 holes, 2007)

2nd Bone Spring: 9834' - 9838' (24 holes, 2007)

5-1/2" 17# P-110 @ 10205' cmtd w/835 sx

TOC @ 6359' (CBL) 745

PBTD @ 10074' TD @ 10205'

CIMAREX

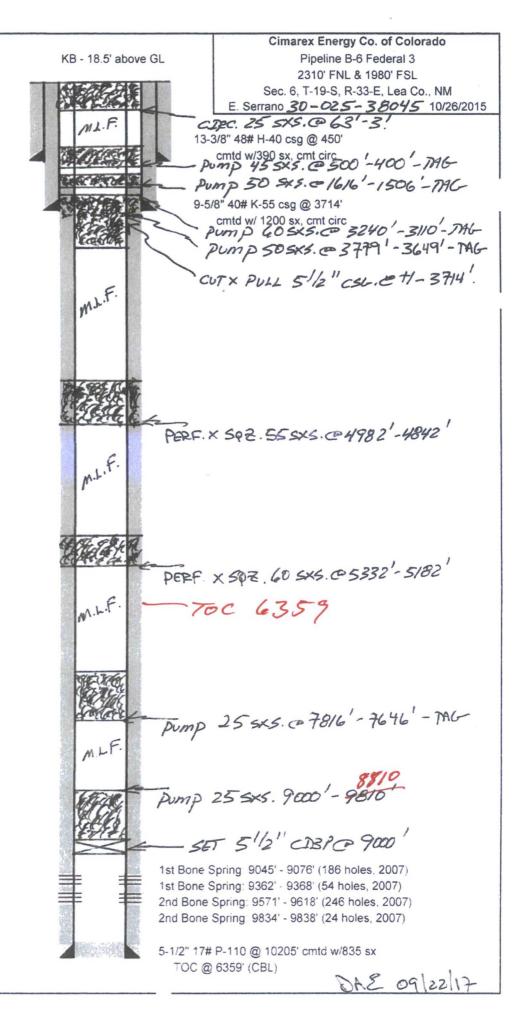
T/ANHY ~ 1,561'

T/YATES ~ 3,175'

T/REFF: ~ 4,912'

T/DIWP. ~ 5,257'

T/B.S. ~ 7,731'



Tubing DetailPipeline B-6 Federal 3

KB Correction	18.5

Ran 12/11/2012

Quantity	Description	Length	Setting Depth
270	2-7/8" 6.5# L-80 8rd EUE Tubing	8,751.53	8770.03
1	2 7/8" X 5 1/2" TAC	3.75	8773.78
34	2-7/8" 6.5# J-55 8rd EUE Tubing	1,108.03	9881.81
1	Mechanical seating nipple	0.8	9882.61
1	Perforated Sub	4.1	9886.71
1	Mud joint 2 7/8 bull plugged	32.75	9919.46
	Tubing Length	9,900.96	
	Total Tubing Length	9,919.46	

Rod Detail

Pipeline B-6 Federal 3

Ran 12/11/2012

Quantity	Description	Length	Setting Depth
1	Polish Rod 1.5" x 26' w 16' liner	26	26
1	1" x 2' N-97	2	28
104	1" Grade 97 Rods	2,600.00	2628
105	7/8" Grade 97 Rods	2,625.00	5253
174	3/4" Grade 97 Rods	4,350.00	9603
10	1 1/2" Sinker Bar	250	9853
1	1" Steel guided rod	2	9855
1	RightHand Release Tool	2	9857
1	25-125-26-6 RHBM w top pack off, no gas anchor	27	9884
	Rod Length	9884	
	Total Rod Length	9902.5	

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval (LPC Habitat)

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off. Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

<u>Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:</u>
From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. 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. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines (Contact service companies, allowing plenty of time to have the risers and power lines and poles removed prior to reclamation, don't wait till the last day and try to get them to remove infrastructure). Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of
 Operations must include adequate measures for stabilization and reclamation of disturbed lands.
 Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD
 process as per Onshore Oil and Gas Order No. 1.
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you

have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Henryetta Price Environmental Protection Specialist 575-234-5951

Shelly Tucker Environmental Protection Specialist 575-234-5979

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612