Form 3160-5 (June 2015)

## UNITED STATES DEPARTMENT OF THE INTERIOR SDAD FORM OMB N BUREAU OF LAND MANAGEMENT SDAD FORM SUNDRY NOTICES AND REPORTS ON WENCE D PLOB S 5. Lease Serial No. NMNM056376

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

|   | IAIAI | MINIC | 13031 | O |  |
|---|-------|-------|-------|---|--|
| _ |       |       |       |   |  |

|   | Do not use thi       | s form for proposals to  | drill or to re-enter a                     | 2X   | 6. If Indian, Allottee o                                   | т Trihe Name           |
|---|----------------------|--|--|--|--|------------------------|
| a   | bandoned we          | II. Use form 3160-3 (API   | D) for such propos                         | 30   | S. If Malan, Anouce o                                      | 1 The Name             |
|   | SUBMIT IN            | TRIPLICATE - Other inst  | tructions on page 2                        | W. Cily  | 7. If Unit or CA/Agree                                     | ement, Name and/or No. |
| Type of Well  | 0 W 1 <b>5</b> 04    |  |  | 6. If Indian, Allottee or Tribe Name  7. If Unit or CA/Agreement, Name an  8. Well Name and No.  MESCALERO RIDGE 21 FEDE |  | OGE 21 FEDERAL 1H      |
| Name of Operator  | Gas Well 🔲 Oth       |  | PATRICIA HOLLAND                           | <u> </u>   | 9. API Well No.  |                        |
| CIMAREX ENE   | RGY COMPAI           | NY E-Mail: pholland@   | cimarex.com                                |  | 30-025-45054-0   | 0-X1                   |
| ia. Address<br>600 N. MARIENFELD SUITE 600<br>MIDLAND, TX 79701 |                      |  | 3b. Phone No. (include at Ph: 918-560-7081 | rea code)  | 10. Field and Pool or Exploratory Area WILDCAT BONE SPRING |                        |
| Location of Well  | (Footage, Sec., T    | ., R., M., or Survey Description   | )  | 11. County or Parish, State  |  | State                  |
| Sec 21 T19S R<br>32.651505 N La                                 |                      | 4FNL 1980FEL<br>W Lon  |  | LEA COUNT  |  | NM                     |
| 12. CI  | HECK THE A           | PPROPRIATE BOX(ES)   | TO INDICATE NAT                            | JRE OF NOTIC   | E, REPORT, OR OTH  | IER DATA               |
| TYPE OF SUBMISSION  |                      |  | Т  | YPE OF ACTION  | 1  |                        |
| Notice of Inte  | nt                   | ☐ Acidize  | □ Deepen                                   | ☐ Prod   | uction (Start/Resume)                                      | ☐ Water Shut-Off       |
| _   |                      | ☐ Alter Casing   | ☐ Hydraulic Frac                           | cturing  | amation  | ■ Well Integrity       |
| Subsequent R  | eport                | □ Casing Repair  | ■ New Construction                         | tion 🗖 Reco  | mplete   | Other                  |
| Final Abandor   | nment Notice         | ☐ Change Plans   | Plug and Abar                              | don 🔲 Tem  | porarily Abandon   | Venting and/or Flari   |
|   |                      | Convert to Injection   | Plug Back                                  | ☐ Wate   | er Disposal  | 8                      |
| 21 Federal 1H   |                      |  | · •  | ·  |  |                        |
|   | Con                  | # Electronic Submission<br>For CIMAREX<br>nmitted to AFMSS for proc                                | ENERGY COMPÁNY, s                          | ent to the Hobbs   | ;  |                        |
| Name (Printed/Typ   | ed) PATRICIA         | HOLLAND  | Title F                                    | REGULATORY   | ANALYST  |                        |
| Signature   | (Electronic S        | Submission)  | Date (                                     | 06/04/2019   |  |                        |
|   |                      |  | OR FEDERAL OR S                            |  | USE  |                        |
|   | /s/ Jo               | nathon Shepard   |  |  |  | JUN 1 2 201            |
| proved By   |                      |  |  | <del>troleum</del>   | Engineer –   | Date                   |
| y that the applicant  | t holds legal or equ | d. Approval of this notice does<br>uitable title to those rights in the<br>act operations thereon. | not warrant or subject lease Car           |  | eld Office   |                        |
| on womer charte me  | approant to contro   | or operations mercon.  | Committee Agency (Committee)               |  |  |                        |

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.

(Instructions on page 2)
\*\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

## **BUREAU OF LAND MANAGEMENT**

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

## **Conditions of Approval to Flare Gas**

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

## **Exceptions:**

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.101 3179.104.