Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED OMB NO. 1004-0137

Expires: January 31, 20
Lease Serial No.
NMNM0441951A

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.

6.	If Inc	dian.	, Allo	ttee	or	Tribe	Nam	e

abandoned we	II. Use form 3160-3 (APD)	for such proposals.	6. If Indian, Allottee	or Tribe Name
SUBMIT IN	TRIPLICATE - Other instruc	ctions on page 2	7. If Unit or CA/Agn	eement, Name and/or No.
1. Type of Well Gas Well Oth	ner		8. Well Name and No WHITE CITY 31	
2. Name of Operator CIMAREX ENERGY COMPAI	Contact: TE	RRI STATHEM narex.com	9. API Well No. 30-015-34300-	00-S1 <u></u>
3a. Address 202 S CHEYENNE AVE SUIT TULSA, OK 74103.4346		b. Phone No. (include area code) Ph: 432-620-1936) 10. Field and Pool or WHITE CITY	Exploratory Area
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		11. County or Parish	, State
Sec 31 T24S R26E NWNW 98	50FNL 1000FWL		EDDY COUNT	Y, NM
12. CHECK THE AI	PPROPRIATE BOX(ES) TO) INDICATE NATURE O	F NOTICE, REPORT, OR OT	HER DATA
TYPE OF SUBMISSION		TYPE O	F ACTION	
■ Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off
	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	☐ Other
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	Convert to Injection	■ Plug Back	☐ Water Disposal	
testing has been completed. Final Al determined that the site is ready for f Cimarex Energy Co respectfu indicated on the attached proceeding Area Downhole Comming Study approved 7/6/2016.	bandonment Notices must be filed of inal inspection. Illy requests approval to plug cedure. /al to downhole commingle the	back to the cisco canyon a	AR ols. The 2016 white	CONSERVATION TESIA DISTRICT AY 3 0 2017
NMOCD DHC 4802			ļ	RECEIVED
Attachments C102, Procedure	e, wellbore diagrams, oil, wat	ter & Gas Analysis and DH		
Sundry to remove the Strawn	test as previously submitted		SEE AT CONDITION	TACHED FOR IS OF APPROVA
14. I hereby certify that the foregoing is	Electronic Submission #368	SY COMPANY OF CO, sent t	to the Carlsbad	
Name (Printed/Typed) TERRI ST	TATHEM	Title MANAC	GER REGULATORY COMPLIA	NCE
Signature (Electronic S	Submission)	Date 03/06/2	APPROVED	
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE	
Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the second of the sec	uitable title to those rights in the su uct operations thereon.	bject lease Office	MAY 22 2017 PR Swork TEAN OF LAND MANAGEMENT CARLES BAD ELE IN DESIGN	Date or agency of the United
States any taise, nettious of traudulent	satements of representations as to	any matter whilin his jurisdiction.	OULTODAD LIELD OLLICE	

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

Ret 5-30-17

WIND OIL CONSERVATION

ARTESIA DISTRICT

MAY 30 2017

District 1
1625 N. Pranch Dr., Hobbs, NM 88240
Phone (975) 393-6161 Parc (575) 393-6720
District II
811 S. Furt St., Artesia, NM 88210
Phone (975) 748-1283 Parc (975) 748-9720
District III
1000 Rio Brazon Road, Aztec, NM 87410
Phone (100) 334-6178 Parc (503) 334-6170
District III
1220 S. St. Erancia Dr., Santa Fa, NM 87505
Phone: (305) 476-3460 Parc (305) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department Revised August 1, 2011

District Office

Form C-102

1220 South St. Francis Dr. Santa Fe, NM 87505

☐ AMENDED REPORT

·		W	VELL LO	CATIO	N AND ACR	EAGE DEDICA	ATION PLAT	ľ	
1	API Numbe	ŕ		2 Pool Code			³ Pool Name		
30-	-015-34	300	8	7280		N	/hite City; Pe	nn (Gas)	'
⁴ Property 3381					*Property N White City	rame / 31 Federal		'"	/ell Number
70GRID 16268	No.			Cima	Operator P)		Blevation 3524'
					" Surface I	ocation			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Enst/\Vest line	County
D	31	245	26E		950	North	1000	West	Eddy
			и.Во	ttom Ho	le Location If	Different From	Surface		
UL or lot no.	Section	Township	Rauge	Lot Idn	Fect from the	North/South line	Feel from the	Ensi/West Une	County
Dedicated Acre	33 Joint o	r Infill - (4)	Consolidation	Code 15 O	rder No.				
640	_L								

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.

1000′	,		I OPERATOR CERTIFICATION 1 hereby centify that the Information contained herein is true acri complete to the best of pay input of centre and belief, and that this organization either cours a working interest or unleased nitneral interest in the band including the proposed bottom hole location or has a right to abilit this well at this location physical to a contined with an owner of such a nitured or working highest, of four whenlossy pooling large unent as a computerty pooling order the helpfore referred by the civilian 1-9-2017 Signaland
			Jerri Stathem Frinted Name tstathem@cimarex.com Browll Address 1 SURVEYOR CERTIFICATION
			I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey
			Signature and Seal of Professional Surveyor: Certificate Number

MINI OIL CONSERVATION

ARTESIA DISTRICT

District I
1625 N. French Dr., Holder, NM 88240
Floore, (573) 993-6161 Far: (573) 593-6720
Ristlet II
811 S. First St., Artesia, NM 88210
Floore, (573) 741-1233 Far: (575) 748-9720
Pulvide III
1000 Rb Drazos Road, Artes, NM 87410
Floore: (503) 534-6178 Fax: (505) 334-6170
Diricks IV

State of New Mexico

MAY 30 2017

Form C-102

Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

Revised August 1, 2011 RECESTIFICATION COPY to appropriate

District Office

1220 South St. Francis Dr.

Sonta Re NIM 87505

AMENDED REPORT

<u>District IV</u> 1220 S. St. Francis Dr Phone: (505) 476-346				•	Banta Po, 1919	107505			1010101
		W	ELL LO	CATION	I AND ACRE	SAGE DEDICA	TION PLAT		
1	API Numbe			2 Pool Code			Pool Name		
30	-015-34	300	97	7693	Blac	k River; Wolfc	amp, Southw	rest (Gas)	
4 Property	Code				4 Property No			, AA.	il Namber
3381	5				White City	31 Federal			3
70GRID					Operator No				levation
16268	3			Cimar	ex Energy C	o. of Colorado		3	524'
					" Surface L	ocation			
UL or lot no.	Section	Township	Range	Lot ldn	Peet from the	North/South line	Feet from the	Bast/West line	County
D	31	245	26E		950	North	1000	West	Eddy
			יı.Bott	om Hole	Location If	Different From	Surface		
UL or fot no.	Section	Torraship	Range	Lot Idn	Peet from the	North/South line	Peet from the	East/West line	County
Dedicated Acre	s ¹³ Joint o	r İnfili - ^{ti} C	onsolldation C	ode (4 Ord	ler No.		L,		
320									

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.

1000'	I OPERATOR CERTIFICATION I hereby certify that the information contributed hereth is true ward complete to the best of my knowledge and belief, and that this congustation either owns a working interest or unleased wineral interest to the land including the proposed botton hale location or has a right to drill distribuil at this location pursuagit to a contract with an owner of such a situated or working they set, or to be the whole of providing order he estology expected by the driving 1-9-2017 Signature Doto
	Terry Stathem () Printed Name tstathem@cimarex.com Il-meil Address
	"SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
	Date of Survey
	Signature and Scal of Professional Surveyor:
	Cadificate Number
	Certificate Number



White City 31 Fed 3 Ciscamp Recompletion Procedure Michael Karner 3/6/17

Well Data

KB 21'

TD 12,135'

PBTD 11,940'

Casing 13-3/8" 48# H-40 @ 215'. Cmt'd w/ 210 sx, cmt circ

9-5/8" 40# J-55 @ 1,938'. Cmt'd w/ 725 sx, cmt circ

5-1/2" 17# P-110 @ 12,130'. Cmtd w/ 2,180 sx. DV @ 7,154'. TOC @ 6,030' by

CBL

Tubing 2-3/8" 4.7# L-80 8rd

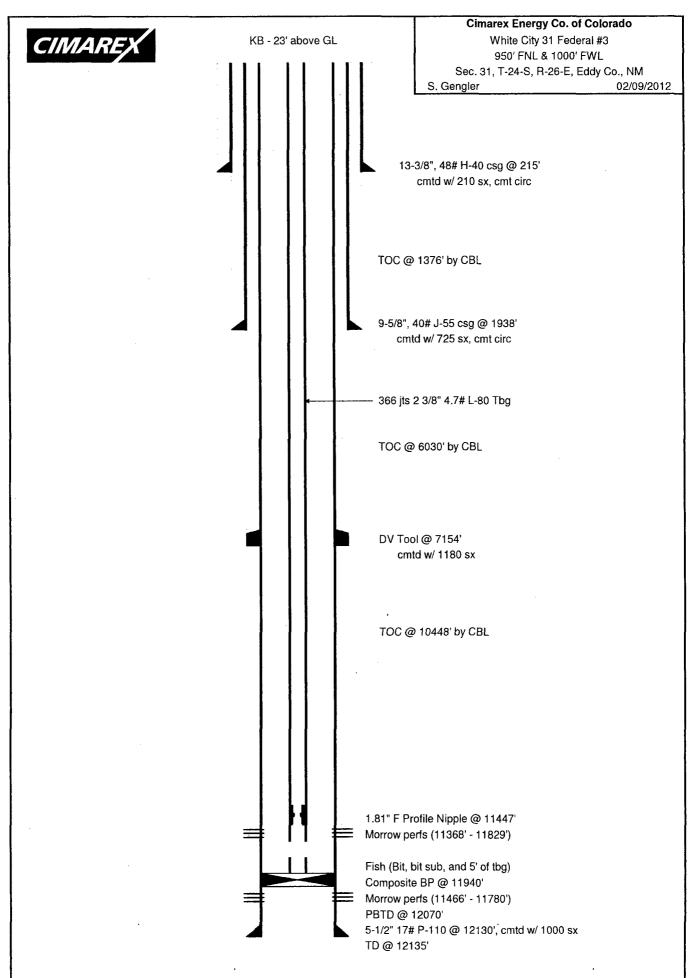
Proposed RC Perf Wolfcamp (8,384' – 9,936') & Cisco Canyon (9,937' – 10,341')

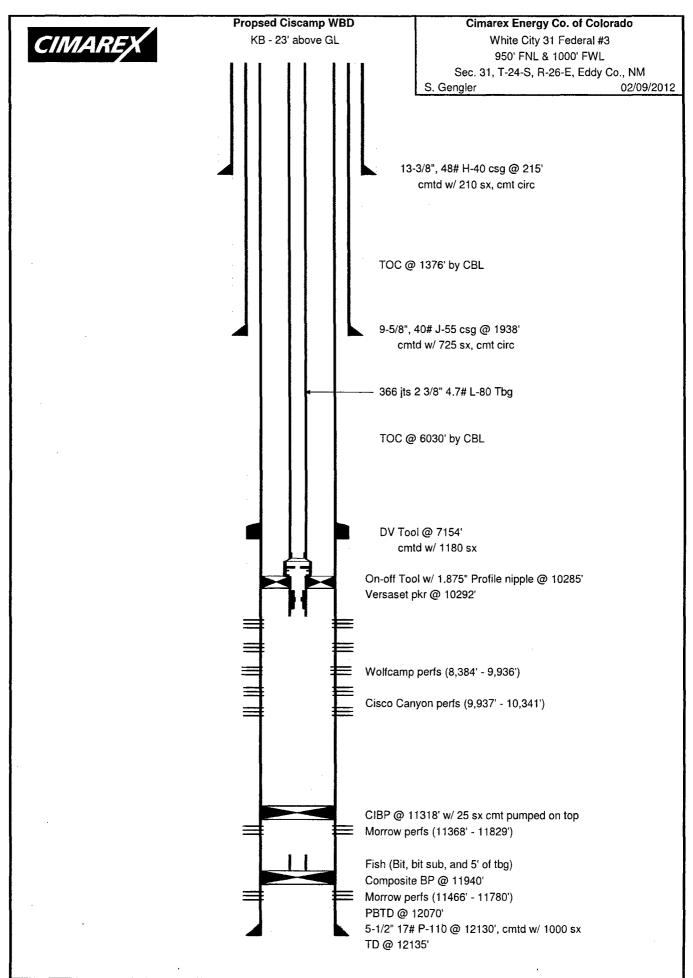
Procedure

Notify BLM 24 hours prior to start of workover operations.

- 1. MIRU PU, rental flare, and choke manifold.
- 2. Kill well with produced water if available or FW as necessary.
- 3. ND WH, NU 5K BOP
- 4. Release packer and TOOH w/ 2-3/8" 4.7# L-80 tbg. Stand back Tubing.
- 5. PU CIBP and set at +/- 11,318'
- 6. Pump 25 sacks cement on top of CIBP at +/- 11,318'
- 7. RU Pump truck and pressure test casing to 8,500 psi on a chart for 30 minutes with no more than 10% leak off.
- 8. ND 5k BOP, RDMO PU
- 9. RU two 10k frac valves and flow cross
- 10. MIRU water transfer with frac tanks to contain water to be pumped from frac pond
- 11. Test frac valves and flow cross prior to frac job. Arrange for these items, manlift, forklift, and Pace testers to be on location the day before the frac job to test so that we do not have the frac waiting on a successful test the following day.
- 12. RU frac valves, flow cross, goat head, and wireline lubricator.
- 13. RIH w/ gauge ring/junk basket for 5-1/2" 17# P-110 csg to +/- 10,341'
- 14. Perforate Cisco Canyon from 9,937' 10,341'. (includes Strawn Formation)
- 15. RU frac and flowback equipment.
- 16. Acidize and frac Cisco Canyon perfs down casing.
- 17. Set 10k flow through composite plug 15' uphole of top perforation
- 18. Test to 8,500 psi

- 19. Perforate Wolfcamp from 8,384' 9,936'.
- 20. Acidize and frac Wolfcamp perfs down casing.
- 21. RD frac
- 22. MIRU 2" coiled tbg unit.
- 23. RIH w/ blade mill & downhole motor on 2" CT and drill out sand and composite plugs using freshwater for circulation. Pump sweeps each time a plug is tagged, each time a plug is drilled out, and every 60 bbls pumped.
- 24. Clean out to PBTD
- 25. POOH w/ blade mill, motor & CT
- 26. RDMO coiled tbg unit.
- 27. Flow back well for 24 hours, then SI well overnight.
- 28. RU wireline and lubricator.
- 29. RIH w/ GR/JB for 5-1/2" 17# P-110 to +/- 8,334'
- 30. RIH w/ 2-3/8" WEG, 2-3/8" pump out plug pinned for 1,500 2,000 psi differential pressure, 10' 2-3/8" 4.7# L-80 tbg sub w/ 1.875" XN profile nipple w/ blanking plug in place, 5-1/2" Arrowset 1X packer and on-off tool stinger w/ 1.875" X profile nipple. Set packer +/- 8,334'. From downhole up:
 - a. 2-3/8" pump out plug pinned for 1,500 2,000 psi differential pressure
 - b. 1.875" XN profile nipple
 - c. 10' 2-3/8" 4.7# L-80 tbg sub
 - d. 5-1/2" x 2-3/8" Arrowset 1X packer and on-off tool stinger w/ 1.875" X profile nipple
- 31. RD WL and lubricator
- 32. ND goat head and frac valve, NU BOP, MIRU Pulling Unit
- 33. TIH w/ on/off tool overshot, GLVs, and 2-3/8" 4.7# L-80 tbg.
- 34. Latch overshot onto on-off tool and space out tubing
- 35. ND BOP, NU WH
- 36. RDMO pulling unit
- 37. RU pump truck and pump out plug. Put well on production.
- 38. Run Production Log for allocation purposes after recovering load. Run additional production logs if actual production varies significantly from expected performance. Send copies of these logs to BLM and file for an adjustment of allocation factor if necessary.





Operator: Lease/Well Name/API Number/Location:	Cimarex Energy White City 31 Fed 3/30-015-34300/Sec. 31, 1	4300/Sec. 31, T24S, R26E	
Date:			
			Estimated Combined
Data	Bottom Formation	Upper Formation	Production Data
		Black River; Wolfcamp	
Pool name	White City Penn (Gas)	Southwest (Gas)	
Pool Code	87280	97693	
State Form C-102 with dedicated Acres Provided	640 acres	320 acres	
Formation Name	Cisco Canyon	Wolfcamp	
The sing appropriate to present the state of	1	2)	
יאיבטוסע כי ףיכטערנוטוי	Silwol	- iOwing	- iowiii6
Bottom Hole Pressure	Within 150% of top peri	Within 150% of top ben	ANICUM T20% OF COD DELL
Reservoir Drive mechanism	Gas Drive	Gas Drive	Gas Drive
	Oil: 53.5° API Gas: 1142.4	Oil: 51.8° API Gas: 1225.8	Oil: 52.2° API Gas: 1208.3
	BTU dry / 1122.6 BTU wet @	BTU dry / 1204.6 BTU wet	BTU dry / 1187.4 BTU wet
Oil gravity and/or BTU	14.73 psi	@ 14.73 psi	@ 14.7 psi
Average Sulfur Content (Wt %)	0	0	0
Oil sample Analysis provided	Yes	Yes	
Gas Analysis provided	Yes	Yes	
Produce Water Analysis provided	Yes	Yes	
H2S present	No	No	No
Producing, Shut-In or New Zone	New Zone	New Zone	
	Date: N/A Expected Rate: 18	Date: N/A Expected Rate:	Date: N/A Expected Rate:
Date and Oil/Gas/Water rates of Last Production (new zones or no production history Operator shall	BOPD, 451 MCFPD, 114	82 BOPD, 2,056 MCFD, 519	100 BOPD, 2507 MCFD,
attached production estimated and supporting data)	BWPD	BWPD	633 BWPD
Average decline % (provide back up data)	7% (terminal)	7% (terminal)	7% (teterminal)
Fixed Allocation Percentage	Oil: 18% Gas: 18%	Oil: 82% Gas: 82%	Oil: 100% Gas: 100%

Remarks:

Production history for analogs for both zones provided in field study appendix.

Attached Supporting documents
State Form C-102 with dedicated Acres Provided
Oil sample Analysis provided (Must be current)

Gas Analysis provided (Must be current)

Produce Water Analysis provided (Must be current)

Any additional supporting data (i.e. offset well production and decline curves etc..)

*Utilize weighted average.

Conditions of Approval

Cimarex Energy Company of Co. White City - 03, API 3001534300 T24S-R26E, Sec 31, 950FNL & 1000FWL May 22, 2017

- 1. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location for this workover operation.
- 2. Before casing or a liner added, replaced, or repaired prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 3. Subject to like approval by the New Mexico Oil Conservation Division.
- 4. Surface disturbance beyond the existing pad must have prior approval.
- 5. 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.
- 6. Functional H₂S monitoring equipment shall be on location.
- 7. Blow Out Prevention Equipment 3000 (3M) 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.
- 8. 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.
- 9. This procedure is subject to the next three numbered paragraphs.
- 10. Set cement plugs to cover a minimum of 100ft plus 10ft for every 1,000ft from the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A cement plug set at 8000 in 7" casing would require a min of 35sx. A 25sx plug in 5 ½" casing should cover 250ft, which may exceed 100ft plus 10ft per 1000ft.
- 11. Class H > 7500ft & C < 7500ft) cement plugs(s) will be necessary. For any plug that requires a tag or pressure test a minimum WOC time of 4 hours(C) & 8 hours(H) is recommended. Formation isolation plugs of Class "C" to be mixed 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water and "H" to be mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water.
- 12. Minimum requirement for mud placed between plugs is 25 sacks of salt water gel per 100 barrels in 9 lb/gal brine.

- 13. On the Step 5 CIBP to be set at 11318' set a Class H formation isolation plug mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water to cover the Morrow formation top. WOC 8 hours minimum & tag the plug with tubing at 11000 or higher.
- 14. Provide BLM with an electronic copy (Adobe Acrobat Document) record of a cement bond log from 4300 to TOC taken at 0psig. Attach the CBL to a pswartz@blm.gov email.

Operations for a Well with Production 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 575-361-2822 Eddy Co. 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.