Form 3160-5 (November 1994)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



FORM APPROVED OMB No. 1004-0135 Expires July 31, 1996

If Unit or CA/Agreement, Name and/or No

ACCEPTED FOR RECORD

5. Lease Serial No.

## 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.

NM-19423
6. If Indian, Allottee or Tribe Name

				7. II OIII	or or trigicoment, Hamb and or Ho.	
SUBMIT IN TRIPLICATE - Other instructions on reverse side						
Type of Well      X Oil Well  Gas Well  Other		SEP - 3 2008		8. Well Name and No.		
2. Name of Operator		CD-ARTESIA		White City 14 Federal No. 4		
Cimarex Energy Co. of Colorado	9. API W			/eil No.		
3a. Address	3b Phone No. (include area code)		30-015-36336			
PO Box 140907; Irving, TX 75014-0907		972-401-3111		10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R, M.,			Sulphate; Delaware, SW			
14-25S-26E			11. Count	y or Parish, State		
SHL 330' FSL & 2280' FEL, BHL 2	Eddy Cou		nty, NM			
12. CHECK APP	ROPRIATE BOX(ES) TO	O INDICATE NAT	URE OF NOTIC	E, REPOR	T, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
X Notice of Intent	Acidize	Deepen	Production (Start/F	Resume)	Water Shut-Off	
	Alter Casing	Fracture Treat	Reclamation		Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete		X Other Lay on-lease	
	Change Plans	Plug and Abandon	Temporarily Aband	don	flowine using producer	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		rights	
13. Describe Proposed or Completed Operation (clearly state all pertinent details, included estimated starting date of any proposed work and approximate duration thereof.						

determined that the site is ready for final inspection.)

Cimarex Energy Co. of Colorado requests permission to lay 347.1' of 4" X-42 Epoxy-coated pipeline from our proposed White City 14 Federal No. 4 well in SWSE 14-25S-26E along South side of existing lease road to the Hunter Gas Gathering, Inc. 6" trunkline, also in

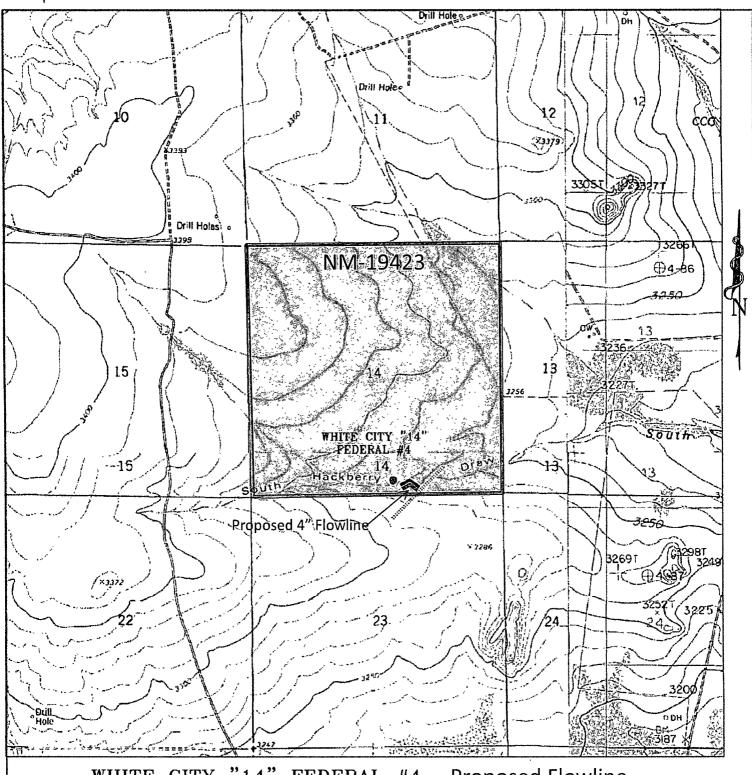
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall 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

Flowline will remain on-lease (NM-19423) and have a wall thickness of 0.188" with a burst rating of 2190 psi, and will be hydrostatically tested to 1750 psi. The line will be buried to a depth of 36" and the anticipated working pressure will be 75-115 psi.

		THE SELECTION OF THE SE
14. I hereby certify that the foregoing is true and correct		
Name (Printed/Typed)	Title	055 4 0000
Zeno Farris	Manager Operations Admi	SEP 4 – 2008
Signature	Date	Gerry Guve, Denuty Field Income
Zeno Farris	August 1, 2008	NMOCD-District II ARTESIA
TUIC CDA/	E EOD EEDEDAL OD STATE OFFICE LISE	= :

Title 18 U.S.C. Section 1001, makes 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.

SWSE 14-25S-26E. (See attached topo)



WHITE CITY "14" FEDERAL #4 - Proposed Flowline Located 330' FSL and 2280' FEL Section 14, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico B8241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O.	Number:	JMS	19246T	
Surv	ey Dote:	02-	14-2008	
Scale	e: 1" = 20	000,	of the transfer of the section of th	
Date	: 02-18-	-2008	47.4. 197-97.5. 1. 1991.00.5. 1.	A 12 A-1-1 ( )

Hunter Gas Gathering Inc.

## BLM Lease Number: NM-19423 Company Reference: Cimarex Energy Well # & Name: White City 14 Fed. #4

## STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Sundry Notice and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
- a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.
- b. Activities of other parties including, but not limited to:

- (1) Land clearing.
- (2) Earth-disturbing and earth-moving work.
- (3) Blasting.
- (4) Vandalism and sabotage.
- c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any responsibility as provided herein.

6. All construction and maintenance activity will be confined to the authorized right-of-wawidth of feet.	ıy
7. No blading or clearing of any vegetation will be allowed unless approved in writing by Authorized Officer.	the
8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, th pipeline will be "snaked" around hummocks and dunes rather then suspended across these features.	е
9. The pipeline shall be buried with a minimum of inches under all roads, " tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing condition of the road, upon completion of construction, shall be returned to at least its form	g. The

10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a

state with no bumps or dips remaining in the road surface.

fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his hehalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.

(March 1989)