Fc/m 3160-5 (August 2007)

DEPARTMENT OF THE INTERIOR OF ARTESIA DISTRICT BUREAU OF LAND MANAGEMENT ARTESIA DISTRICT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLSAPR 1 7 2017 NMNM14124 Do not use this form for proposals to drill or to re-enter ar 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals **DECEIVED** 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 8. Well Name and No.
MARQUARDT FEDERAL 2H 12H 1. Type of Well **UNKNOWN OTH** 🗖 Oil Well 🔲 Gas Well 🔀 Other: 2. Name of Operator
CIMAREX ENERGY COMPANY 9. API Well No. HOPE KNAULS Contact: E-Mail: hknauls@cimarex.com 30-015-41850 10. Field and Pool, or Exploratory COTTONWOOD DRAW; BS 3b. Phone No. (include area code) 3a. Address 202 S. CHEYENNE AVE Ph: 918-585-1100 TULSA, OK 74103 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 12 T25S R26E 330FSL 400FEL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Production (Start/Resume) ■ Water Shut-Off □ Acidize □ Deepen ■ Notice of Intent ■ Well Integrity ☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ 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 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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 determined that the site is ready for final inspection.) Cimarex Energy Co. respectfully requests approval for water disposal: Name of formation: 2nd Bone Spring **BWPD: 69** Water Stored: 500 bbl tank SEE ATTACHED FOR Water is piped CONDITIONS OF APPROVAL Disposal Facility Information: Cimarex Energy of Co: Liberty 24 Federal 1 SWD Sec. 30-015-33094 Accepted for record - NMOCD Sec.24-25S-26E SWD-1216 14. I hereby certify that the foregoing is true and correct. Electronic Submission #350213 verified by the BLM Well Information System For CIMAREX ENERGY COMPANY, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 09/07/2016 () HOPE KNAULS REGULATORY TECHNICIAN Name (Printed/Typed) Title Signature (Electronic Submission) Date 09/07/2016 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon. 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.

BUREAU OF LAND MANAGEMENT

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

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14