cc: Herchman, LaValley, Wolfe

Form C-144 July 21, 2008

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe. NM 87505

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.

For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

			Sama Fe, N	M 8/303	District O	ífice.		
.,1	Propos	<u>Pit, Closed-I</u> ed Alternative	Loop System Method Per				<u>n</u>	
7049	· ·	Permit of a pit, Closure of a pit Modification to Closure plan on or proposed alterna	, closed-loop system an existing permitally submitted for a	em, below-grade it	tank, or propose	d alternati	ve method	m,
Instr	uctions: Please submit o	ne application (Form	n C-144) per individ	dual pit, closed-loc	op system, below-g	rade tank o	or alternative requ	est
environment. N	ed that approval of this required the supproval relieve the suppro							
Operator: CI	MAREX ENERGY CO.	OGRID #: 215099						
	00 LINCOLN ST., SUIT		CO 80203-4518					
Facility or w	ell name: <u>BOARDWALF</u>	ζ 11 # <u>1</u>				_	242526272826 ECEIVED	
API Number	: <u>30-045-35008</u> OCD I	ermit Number:				223	2425262>2	
U/L or Qtr/Q	etr <u>H</u> Section <u>11</u> Township	21 N Range 9 W Co	ounty: San Juan			12 July 1	图 5	ريد ا
Center of Pro	oposed Design: Latitude 3	6.06950° N Longitud	de <u>107.75182° W</u>	NAD: 🗌 1927 🔀 🛚	1983	RE	ECEIVED	33
Surface Own	er: Federal State] Private 🛭 <u>Navajo</u>	Tribal Fee, Tribal T	rust, or Indian Alle	otment	œ ľ	AUG 2010	
2.						E OIL	CONS. DIV. DIST. 3	ω./
	bsection F or G of 19.15.					(E)	, 9 ⁰	,
	☑ Drilling ☐ Workove nt ☐ Emergency ☐ Cav					\E\(\gamma\)	Z11101681	
i .	it ∐ Emergency ∐ Cav] Unlined Liner type: T			DVC D Other				
String-Re		inckness <u>20</u> inii 🔼 1	TOLE [] UDLE [_Pvc [_] Other _			 -	
1	: Welded	Other		Volume: bbl 11 49	98 Dimensions: L	120' x W 6	65' x D 10'	
	Z Welded Z Tactory			Volume. 501 11,42	20 Dimensions. D	120 X 11 0	<u>,,, , , , , , , , , , , , , , , , , , </u>	
3. Closed-lo	oop System: Subsection	H of 19.15.17.11 NN	MAC					
Type of Oper	ration: P&A Drill	ing a new well 🔲 W	Vorkover or Drilling	(Applies to activit	ties which require p	rior appro	val of a permit or 1	notice of
1 ′	ad	eel Tanks Haul-	off Bins Other					
1	Unlined Liner type: Th		-		VC Other			
E .	: Welded Factory						•	_
4.								
i	ade tank: Subsection I	of 19.15.17.11 NMA	.C					
Volume:	bbl	Type of fluid:						
ľ	action material:							
☐ Seconda	ry containment with leak	detection 🗌 Visible	e sidewalls, liner, 6-	inch lift and auton	natic overflow shut	-off		
☐ Visible s	sidewalls and liner 🔲 V	isible sidewalls only	Other					
Liner type:	Thickness	mil 🗌 HD	PE PVC O	ther				

Alternative Method:

Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks) Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hinstitution or church) Four foot height, four strands of barbed wire evenly spaced between one and four feet	nospital,
Alternate. Please specify	
Netting: Subsection E of 19.15.17.11 NMAC (Applies to permanent pits and permanent open top tanks) Screen Netting Other Monthly inspections (If netting or screening is not physically feasible)	
8.	
Signs: Subsection C of 19.15.17.11 NMAC	
12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers	
Signed in compliance with 19.15.3.103 NMAC	
Administrative Approvals and Exceptions: Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance. Please check a box if one or more of the following is requested, if not leave blank: Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau consideration of approval. Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.	office for
10.	
Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of accept material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of a Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying above-grade tanks associated with a closed-loop system.	priate district pproval.
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.	Yes No
- NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	☐ Yes ☐ No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	Yes No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No ☐ NA.
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits)	☐ Yes ☐ No ☐ NA
- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	res No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	☐ Yes ☐ No
Within the area overlying a subsurface mine Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☐ No
Within a 100-year floodplain FEMA map	☐ Yes ☐ No

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Design Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.
☐ Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9 ☐ Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC ☐ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
Previously Approved Design (attach copy of design) API Number:
Previously Approved Operating and Maintenance Plan API Number:(Applies only to closed-loop system that use
above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached. Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Climatological Factors Assessment
Proposed Closure: 19.15.17.13 NMAC Instructions: Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan. Type: □ Drilling □ Workover □ Emergency □ Cavitation □ P&A □ Permanent Pit □ Below-grade Tank □ Closed-loop System □ Alternative Proposed Closure Method: □ Waste Excavation and Removal □ Waste Removal (Closed-loop systems only) □ On-site Closure Method (Only for temporary pits and closed-loop systems) □ In-place Burial □ On-site Trench Burial □ Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)
Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached. □ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC □ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC □ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) □ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC □ Re-vegetation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

Disposal Facility Name: Disposal Facility Permit Number: Disposal Facility Permit Number: Disposal Facility Permit Number: Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and Yes (If yes, please provide the information below) No Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC	
Disposal Facility Name: Disposal Facility Permit Number: Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and Yes (If yes, please provide the information below) No Required for impacted areas which will not be used for future service and operations:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and Sequired for impacted areas which will not be used for future service and operations:	nd operations?
Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justification demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.	fice or may be
	Yes ⊠ No NA
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes⊠ No NA
	Yes No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	Yes 🛛 No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	Yes 🛛 No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	Yes 🛭 No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	Yes 🛛 No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	Yes 🛛 No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	Yes 🛛 No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	Yes⊠ No
Within a 100-year floodplain FEMA map	Yes No
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Plan a check mark in the box, that the documents are attached. Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.13 NMAC Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be a Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	.11 NMAC

1
Operator Application Certification: I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.
Name (Print): BRIAN WOOD Title: CONSULTANT
Signature: Date: <u>8-22-10</u>
e-mail address: <u>brian@permitswest.com</u> Telephone: (505) 466-8120
20. OCD Approval: ☐ Permit Application (Including closure plan) ☑ Closure Plan (Only) ☐ OCD Conditions (see attachment)
OCD Representative Signature:
Title: OCD Permit Number:
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.
☐ Closure Completion Date: JULY 12, 2010 (pit marker installed)
Closure Method: Waste Excavation and Removal On-Site Closure Method Alternative Closure Method Waste Removal (Closed-loop systems only) If different from approved plan, please explain.
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized. Disposal Facility Name: Disposal Facility Permit Number:
Disposal Facility Name: Disposal Facility Permit Number: Disposal Facility Permit Number:
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) \(\subseteq \text{No} \)
Required for impacted areas which will not be used for future service and operations: Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
24. Closure Report Attachment Checklist: _Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached. □ Proof of Closure Notice (surface owner and division) □ Proof of Deed Notice (required for on-site closure) □ Plot Plan (for on-site closures and temporary pits) □ Confirmation Sampling Analytical Results (if applicable) □ Waste Material Sampling Analytical Results (required for on-site closure) □ Disposal Facility Name and Permit Number □ Soil Backfilling and Cover Installation □ Re-vegetation Application Rates and Seeding Technique □ Site Reclamation (Photo Documentation) □ On-site Closure Location: Latitude Longitude NAD: □1927 □ 1983
25.
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.
Name (Print): BRIAN WOOD Title: CONSULTANT Signature: Date: AUGUST 22, 2010
e-mail address: brian@permitswest.com Telephone: (505) 466-8120

Cimarex Energy Co.
Boardwalk 11 #1 pit closure report 1663' FNL & 357' FEL 11-21n-9w
San Juan County, NM

API 30-045-35008

- 1. All free standing liquids were removed before the start of the pit closure by Noble Trucking. Noble hauled 160 barrels on March 31 and 130 barrels on April 1 to the Agua Moss, LLC Pretty Lady salt water disposal well (API 30-045-30922; SWD-1034) in 34-30n-11w. Noble hauled 130 barrels on April 1, 80 barrels on April 2, and 20 barrels on April 8 to Basin Disposal (NM-01-005). The latter disposal site was used when the water became too muddy for the disposal well. A total of 520 barrels of water was removed. EXHIBIT A shows the pit on April 13, 2010 after the completion of water removal.
- 2. On site burial was proposed in the C-144 application dated July 18, 2009 and approved by the OCD Aztec on August 13, 2009.
- 3. Surface owner is the Navajo Nation. Surface is tribal fee, not trust (Book 1140, Page 817). It is part of a 13,947.2 acre Tribal ranch. Navajo Nation Project Review Office was notified via e-mail on July 18, 2009 of the proposed on site closure via burial. The Navajo Nation approved on site burial as part of its APD approval on August 24, 2009. (Item 7. on PAGE 6 of the APD describes on site burial.) Same office was sent a registered letter on June 17, 2010 with the same information. EXHIBIT B contains these documents.
- 4. Rig moved off September 23, 2009. A request for a 3 month extension due to weather was e-mailed to OCD Aztec office on March 16, 2009. The request was verbally approved by Brandon Powell on March 23, 2010. Brandon asked that a C-144 modification request be filed and free standing water be removed. The C-144 was FedExed to OCD Aztec on March 24, 2010. Standing water was removed between March 31 and April 8, 2010. Brandon was notified via e-mail on April 12, 2010 that water hauling was completed. OCD Aztec approved the C-144 modification request on June 14, 2010.
- 5. Notice of closure was given to Brandon by Aztec Excavation Co. at 12:20 pm on June 7, 2010. Aztec Excavation Co. began mixing mud with subsoil that same day. Due to hydraulic breakdowns with a tracked excavator, mixing was not completed until June 15. See EXHIBIT C for a picture of the mixing.



Cimarex Energy Co.
Boardwalk 11 #1 pit closure report 1663' FNL & 357' FEL 11-21n-9w
San Juan County, NM

API 30-045-35008

- 6. Solidification was achieved with 9 months of drying, hauling 520 barrels of free standing water, and mixing subsoil with pit contents at a ratio of $\leq 3:1$.
- 7. Liner material above the mud line was cut, removed, and hauled by Aztec Excavation to the San Juan County landfill on June 9, 2010. A copy of the landfill receipt is attached as EXHIBIT D.
- 8. A five spot composite sample was taken twice on October 23, 2009 and on June 15, 2010. The analyses are attached as EXHIBIT E. Results (in mg/Kg) are below:

<u>Parameter</u>	OCD Limit	Oct. 23. 2009	<u>June 15, 2010</u>
Diesel Range Organics (DRO)	500	77.2	18
Gasoline Range Organics (GRO)	500	101	93.7
Benzene	0.2	ND	ND
BTEX	50	ND	ND
Chlorides	500	210	69
Total Petroleum Hydrocarbons (TPH)	2,500	36	ND

- 9. After solidification and testing, the pit was back filled with subsoil, compacted, and covered with one foot of topsoil. A minimum of four feet of cover was achieved. This phase was completed June 16, 2010. A bulldozer was walked across the pit to verify its solidity.
- 10. The well site was shaped to have a natural appearance.
- 11. Seeding was completed on June 18, 2010. The seed mix included 4 types of grass (sand dropseed, western wheatgrass, galleta, and Indian ricegrass), 2 types of shrubs (shadscale and four wing saltbush), and 1 forb (penstemon). The seed was drilled. EXHIBIT F includes the Form C-103, pictures of the drill furrows, and the seed mix analysis.



Cimarex Energy Co.
Boardwalk 11 #1 pit closure report 1663' FNL & 357' FEL 11-21n-9w
San Juan County, NM

API 30-045-35008

- 12. A second Form C-103 will be filed after there are 2 successive growing seasons meeting the OCD standards (\geq 70% of the adjacent unimpacted native perennial vegetative cover including \geq 3 native plant species (at least 1 of which must be a grass), but excluding noxious weeds).
- 13. The center of the temporary pit is marked with a \approx 4" O. D. \approx 4' high unpainted steel pipe. (The well bore has a yellow painted steel pipe marker.) The pit marker is set in a \approx 3' deep hole. The pit marker is engraved with: Cimarex Energy Co., Boardwalk 11 #1, H-11-21n-9w, on site burial. A photograph of the marker is EXHIBIT G.
- 14. A copy of the deed notice which was recorded in Book 1513 and Page 1045 is attached as EXHIBIT H.
- 15. A Form C-105 is attached as EXHIBIT I. The form includes a C-102 and plan view plat showing the pit location.



April 13, 2010 looking West along South side of pit toward soil pile after water haul

From: brian wood <bri>drian@permitswest.com>

Subject: Cimarex Boardwalk 11 #1 pit closure notice

Date: July 18, 2009 4:18:02 PM MDT To: howarddraper@frontiernet.net



As required by NMOCD pit rule Subsection F of 19.15.17.13 NMAC, I am notifying the Navajo Nation that Cimarex will close its temporary (reserve) pit (after it is built and used) using on site closure (burial) in the same pit.

The well is staked at 1663 FNL & 357 FEL 11-21n-9w, San Juan County, NM.

The SAS package was delivered to your office on April 9, 2009.

Please call me if you have any questions.

Brian Wood Permits West, Inc. 37 Verano Loop, Santa Fe, NM 87508

Phone: 505 466-8120 FAX: 505 466-9682





August 24, 2009

Cimarex Energy Company 1700 Lincoln Street, Suite 1800 Denver, Colorado 80203

RE: Application for Permit to Drill for Cimarex Energy Company on Navajo Nation Fee Lands.

Dear Sir or Madam:

Pursuant to resolution RCS-121-06, approved by the Resources Committee of the Navajo Nation Council, the Navajo Land Department hereby approves an Application for Permit to Drill (APD) to drill, construct, operate and maintain the "Boardwalk 11 #1" well and construct ancillary facilities submitted by Cimarex Energy Company on Lease No. 215099 across Navajo Nation Fee Lands, San Juan County, Navajo Nation (New Mexico), attached hereto as Exhibits "A through D".

The Navajo Nation hereby approves the APD to Cimarex Energy Company, subject to, but not limited to, the terms and condition contained in Exhibit "D". Please be advised that the Navajo Nation's approval of this APD on split estate land is also conditioned upon the operator to properly plug and abandoned all oil, gas, injection, disposal, and dry hole wells and that their associated ancillary equipment and facilities are removed from the affected Navajo Nation land and that the land will be properly reclaimed when exploration and/or production ceases. If you have questions call (928) 871-6447 or 6695.

Sincerely,

THE NAVAJO NATION

W. Mike Halona, Program Director Navajo Land Department, DNR

ENCLOSURES

CC: Akhtar Zaman, Director, Minerals Department Permits West, Inc.

EXHIBIT B

Cimarex Energy Co. Boardwalk 11 #1 1663' FNL & 357' FEL Sec. 11, T. 21 N., R. 9 W. San Juan County, New Mexico

flat juniper green color.

5. WATER SUPPLY

Water will be trucked from an existing water well off the Reservation.

6. CONSTRUCTION MATERIALS & METHODS

The top 12" of soil and brush will be stripped and stored south of the pad. Subsoil will be stored south of the reserve pit and north of the topsoil pile. A minimum 20 mil LLDPE liner will be installed in the reserve pit. A diversion ditch will be cut on the north side of the pad.

Rock needed for surfacing will be bought and hauled from private land.

7. WASTE DISPOSAL

The reserve pit will be fenced sheep tight 48" high on 3 sides with woven wire fence topped with barbed wire. The 4th side will be fenced once the rig moves off. The fence will be kept in good repair while the pit dries. Once dry, contents of the reserve pit will be buried in place with >48" of cover.

All trash will be placed in a portable trash cage. It will be hauled to a county EXHIBITB landfill. Human waste will be disposed of in chemical toilets. Toilet contents will be hauled to an approved dump station off the reservation.

8. ANCILLARY FACILITIES

There will be no air strip or camp. Camper trailers will be on location for the





June 16, 2010

Howard Draper Navajo Nation Project Review Office P. O. Box 2249 Window Rock, AZ 86515

Dear Howard,

As required by NM Oil Conservation Division Rule 19.15.17.13 J. (1) I am notifying you that Cimarex Energy Co. will close its Boardwalk 11 #1 temporary pit (aka, reserve pit) by burial at the well site. Once burial is completed, then the well site and road will be reclaimed.

This SAS application number DNR-12453 was approved by the Navajo Nation on August 24, 2009.

Please call me if you have any questions.

Sincerely,

Brian Wood

Domestic Return Receipt

102595-02-M-1

XHIBIT B COMPLETE THIS SECTION ON DELIVERY SENDER: COMPLETE THIS SECTION A. Signatur Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. D. Is delivery address different from Article Addressed to: If YES, enter delivery address below Howard Draper Navajo Nation Project Review Office P. O. Box 2249 Window Rock, AZ 86515 3. Service Type Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandi ☐ Insured Mail ☐ C.O.D. Cimarex - Boardwalk 11 #1 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number 7006 0100 0001 7769 2772

(Transfer from service label)
PS Form 3811, February 2004

well bore marker EXHIBIT

June 10, 2010 looking East at pit mixing



WM of NM - San Juan County 78 County Road 3148 Aztec, NM, 87410 Ph: (505) 334-1121

Original Ticket# 1281519

stomer Name AZTECEXCAVATION AZTEC EXCAVAT Carrier cket Date | 06/09/2010 yment Type Credit Account nual Ticket#

uling Ticket# ute ate Waste Code nifest

AZTEXC AZTEC EXCAVATION Vehicle# 122 Volume Container Driver 2010-333 Check# Billing # Gen EPA ID Grid

ofile nerator

stination

Scale Operator 06/09/2010 12:14:31 Inbound 301 nbaca t 06/09/2010 12:26:28 Outbound 302 vickya

Inbound Gross 14340 15 Tare 13000 15 Net 1340 15 Tons 0.67

aments

oduct MOU Rate Tax Amount Origin . MLY-MSW-Loose- Yds 100 4.21 \$25,26 SANJ 6.00 Yards 1.56

Total Tax Total Ticket

\$1.56 \$26.32

❽

ver's Signature

EXHIBIT D

Hall Environmental Analysis Laboratory, Inc.

Date: 03-Nov-09

CLIENT:

Cimarex Energy

Lab Order:

0910460

Boardwalk 11 #1

Project: Lab ID:

0910460-01

Client Sample ID: Mud

nent Sample 1D. Mud

Collection Date: 10/23/2009 12:15:00 PM

Date Received: 10/23/2009

Matrix: SOIL

Analyses	Result	PQL Q	ual Units	DF	Date Analyzed
EPA METHOD 8015B: DIESEL RANG	E ORGANICS		<u></u>		Analyst: SCC
Diesel Range Organics (DRO)	44	10	mg/Kg	1	10/31/2009 9:04:46 PM
Motor Oil Range Organics (MRO)	ND	50	mg/Kg	1	10/31/2009 9:04:46 PM
Surr: DNOP	77.2	61.7-135	%REC	1	10/31/2009 9:04:46 PM
EPA METHOD 8015B: GASOLINE RA	NGE				Analyst: NSB
Gasoline Range Organics (GRO)	ND	5.0	mg/Kg	1	10/29/2009 2:11:15 AM
Surr: BFB	101	65.9-118	%REC	1	10/29/2009 2:11:15 AM
EPA METHOD 8021B: VOLATILES					Analyst: NSB
Methyl tert-butyl ether (MTBE)	ND	0.10	mg/Kg	1	10/29/2009 2:11:15 AM
Benzene	ND	0.050	mg/Kg	1	10/29/2009 2:11:15 AM
Toluene	ND	0.050	mg/Kg	1	10/29/2009 2:11:15 AM
Ethylbenzene	ND	0.050	mg/Kg	1	10/29/2009 2:11:15 AM
Xylenes, Total	ND	0.10	mg/Kg	1	10/29/2009 2:11:15 AM
Surr: 4-Bromofluorobenzene	102	64.7-120	%REC	1	10/29/2009 2:11:15 AM
EPA METHOD 300.0: ANIONS					Analyst: TAF
Chloride	210	3.0	mg/Kg	10	11/1/2009 12:32:15 PM
EPA METHOD 418.1: TPH					Analyst: JB
Petroleum Hydrocarbons, TR	36	20	mg/Kg	1	11/2/2009



Qualifiers:

- Value exceeds Maximum Contaminant Level
- E Estimated value
- J Analyte detected below quantitation limits
- ND Not Detected at the Reporting Limit
- S Spike recovery outside accepted recovery limits
- B Analyte detected in the associated Method Blank
- H Holding times for preparation or analysis exceeded
- MCL Maximum Contaminant Level
- RL Reporting Limit

Hall Environmental Analysis Laboratory, Inc.

Date: 09-Jul-10

CLIENT:

Cimarex Energy

Lab Order:

1006635

Cimarex-Boardwalk

Project: Lab ID:

1006635-01

Client Sample ID: Boardwalk 11 #1

Collection Date: 6/15/2010 1:05:00 PM

Date Received: 6/17/2010

Matrix: SOIL

Analyses	Result	PQL	Qual	Units	DF	Date Analyzed
EPA METHOD 8015B: DIESEL RANG	E ORGANICS		+			Analyst: JB
Diesel Range Organics (DRO)	18	10	. 1	mg/Kg	1	6/23/2010 9:08:23 PM
Motor Oil Range Organics (MRO)	ND	50	1	mg/Kg	1	6/23/2010 9:08:23 PM
Surr: DNOP	87.4	61.7-135	C	%REC	1	6/23/2010 9:08:23 PM
EPA METHOD 8015B: GASOLINE RA	NGE					Analyst: NSE
Gasoline Range Organics (GRO)	ND	5.0	1	mg/Kg	1	6/25/2010 11:50:50 AM
Surr: BFB	93.7	65.9-118		%REC	1	6/25/2010 11:50:50 AM
EPA METHOD 8021B: VOLATILES						Analyst: NSE
Methyl tert-butyl ether (MTBE)	ND	. 0.10	г	mg/Kg	1	6/25/2010 11:50:50 AM
Benzene	ND	0.050	r	mg/Kg	1	6/25/2010 11:50:50 AM
Toluene	. ND	0.050	r	mg/Kg	1	6/25/2010 11:50:50 AM
Ethylbenzene	ND	0.050	r	mg/Kg	1	6/25/2010 11:50:50 AM
Xylenes, Total	ND	0.10	1	mg/Kg	1	6/25/2010 11:50:50 AM
Surr: 4-Bromofluorobenzene	112	64.7-120		%REC	1	6/25/2010 11:50:50 AM
EPA METHOD 300.0: ANIONS						Analyst: LJB
Chloride	69	7.5		mg/Kg	5	6/28/2010 2:07:10 AM
EPA METHOD 418.1: TPH						Analyst: JB
Petroleum Hydrocarbons, TR	ND	20	r	mg/Kg	1	6/22/2010



Qualifiers:

- Value exceeds Maximum Contaminant Level
- Estimated value Ε
- Analyte detected below quantitation limits
- NC Non-Chlorinated
- PQL Practical Quantitation Limit

- Analyte detected in the associated Method Blank
- Η Holding times for preparation or analysis exceeded
- MCL Maximum Contaminant Level
- ND Not Detected at the Reporting Limit
- Spike recovery outside accepted recovery limits

Office	State of New Mexico	Form C-103
District I	Energy, Minerals and Natural Resources	October 13, 2009 WELL API NO.
1625 N. French Dr., Hobbs, NM 88240 District II		30-045-35008
1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION	5. Indicate Type of Lease
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.	STATE FEE
District IV	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505		
SUNDRY NOTION (DO NOT USE THIS FORM FOR PROPOSE DIFFERENT RESERVOIR. USE "APPLICATION OF THE PROPOSE OF THE PRO	CES AND REPORTS ON WELLS ALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A ATION FOR PERMIT" (FORM C-101) FOR SUCH	7. Lease Name or Unit Agreement Name BOARDWALK 11
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well 🔲 Other	8. Well Number #1
2. Name of Operator	Gas wen Guiei	9. OGRID Number 215099
CIMAREX ENERGY CO.	_	J. OGRAB HAMON E15039
3. Address of Operator		10. Pool name or Wildcat
1700 LINCOLN ST., SUITE 1800,	DENVER, CO 80203-4518	WC21N09W11; ENTRADA OIL
4. Well Location		
Unit Letter: <u>H</u> 1663 feet	from the <u>SOUTH</u> line and <u>357</u> feet from the <u>E</u>	AST line
Section 11	Township 21 N. Range 9 V	W. NMPM <u>SAN JUAN</u> County
Company of the Compan	11. Elevation (Show whether DR, RKB, RT, GR, etc.	:.)
The state of the s	6,514' GL	
	•	
12. Check A	ppropriate Box to Indicate Nature of Notice	, Report or Other Data
NOTICE OF IN	TENTION TO:	BSEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON REMEDIAL WOR	
TEMPORARILY ABANDON		RILLING OPNS. P AND A
PULL OR ALTER CASING	MULTIPLE COMPL CASING/CEMEN	
DOWNHOLE COMMINGLE	· —	
		_
OTHER:	OTHER:	
	eted operations. (Clearly state all pertinent details, and rk). SEE RULE 19.15.7.14 NMAC. For Multiple Co	
proposed completion or reco		ompletions. Attach welloofe diagram of
proposed completion of rece		
	ation for this P&A well completed on June 18, 2010.	
Marker installed in pit on July 12, 20	10.	
		EXHIBITE
		"MD"
•		
		The state of the s
Spud Date: 9-9-09	Rig Release Date:	9-25-09
Space Date:	Aug Atoleuse Dute.	
I hereby certify that the information a	boye is true and complete to the best of my knowled	ge and belief
Thoroby cortary that the information a	The state and complete to the best of my knowled	go and polici.
15-11/00	=V	•
SIGNATURE JUCOC	TITLE CONSULTANT	DATE <u>AUGUST 23, 2010</u>
Type or print name BRIAN WOOD	E-mail address: <u>brian@permitswest.com</u>	PHONE: (505) 466-8120
For State Use Only		
APPROVED BY:	TITLE	DATE
Conditions of Approval (if any):	TILDE	DATE
T 1 () / -		

June 21, 2010 seed drill rows looking East along South side of pit



13260 County Road 29

Phone: (970) 565-8722 Dolores, CO 81323

6/15/2010

VARIETY: CIMAREX BOARDWALK 11 #1

LOT NO: 2010.0328

Custom Bulk Seed Mixture Analysis

SPECIES: MIXTURE: AZTEC EXCAVATION

2:53 7.83 24.29 10.68 Pure ' PLSLBS 1.50 3 00.0 52 6.00 Bulk LBS 11.07 Test Date 2/10/2010 11/23/2009 11/30/2009 5/21/2010 4/12/2010 3/31/2010 7/29/2009 3/2/2010 Grand Total P.S 28.53 91.96 92.30 71.04 80.98 54.21 88.92 94 30 30 94 96 56 89 91 F F F OR PURE INERT CROP WEED Rate Nox 0.00 8 9.0 3.80 . 2.17 97,83 96.15 98.37 95.09 76.39 96.81 90.38 85 8 ¥.8₹ ᄓ 22 Total 100% VNS ATRIPLEX CONFERTIFOLIA Crop 0.74% Weed 0.12% SHIRUB: SALTBUSH-FOURWIN NM NATIVE CHIEF PENSTEMON RKY MTN BANDERA RIMROCK Variety ARRIBA GHASS W. ALKALI SACATON VNS GRASS W: DROPSEED-SAND WHEATER: WESTERN SHRUB: SHADSCALE GIMSS W. GALLETA INDIAN RICEGRASS: Puri: 114.12% Inert 5.02% Species 2008.0520 2008,0PP.S 2008, 05,03 2009, 10x171 2009,0044 2008.0449 2005.0002 2007.0861 Lot NO

REMARK: TWO BAGS EACH CONTAINING 25.56 BLK LBS GRASS SEED TO COVER 1.5 ACRES. ONE ADDITIONAL BAG CONTAINING TINY SEED AT 10.43 BLK LBS (9 PLS LBS) TO BE ADDITIONAL BAG CONTAINING TINY SEED AT 10.43 BLK LBS (9 PLS LBS) TO BE 40.50 61.76

Noxlous Weeds -seeds/lb

Noxious Weeds -seeds/Ib:

The same of

HEMARK: TWO BAGS EACH CONTAINING 25.66 BLK LBS GRASS SEED TO COVER 1.5 ACRES. ONE ADDITIONAL BAG CONTAINING TINY SEED AT 10.43 BLK LBS (9 /4 :: | (1/2) | (7/2) ADDED TO BOTH THE BAGS FOR FULL SEEDING.

¥		40.75	61.76	Grand Total	ស									00%	./4% Weed 0.12% iotal 100%	Pure: 94.12% Inert 5.02% Crop 0.74% Weed 0.12%	Pure: 94.1
	HI FILE	E (M)	6.75	11/30/2009	88.92	16	짂	Ž,	0.07	0.00	2.22	97.71	٧×	C	1	009.1003 INDIAN RICEGRASS:	09.1003
*	17:35		11.07	7/29/2009	54.21	56	폮	묶	0.00	0.00	3.19	96.81	Z Z		IN NM NATIVE	SHRUB: SALTBUSH-FOURWIN NM NATIVE	
- V	=	7.41	5.50	3/31/2010	80.98	89	묶	짂	0.09	7.53	1.39	90.99	8		N VNS	GRASS W: ALKALI SACATON VNS	008.0903 @
J	1311		0,35	11/23/2000	71.04	93	죾	푺	0.18	0.09	23.34	76.39	×		VIVA	GRASS W: GALLETA	
F	174.5		1,631	2/10/2010	92.30	96	Z,	- 닦	0.01	0.04	3.80	96.15	8	ဂ	IN BANDERA	FORB: PENSTEMON RKY MTN BANDERA	008.0520 F
7	15.hd		9.78	3/2/2010	91.96	94	Z T	Z	0.00	0.00	2.17	97.83	8	ი	ARRIBA	WHEATGR: WESTERN	008.0449 V
1	7		15.77	4/12/2010	28.53	30	Ą	N N	0.01	0.13	4.77	95.09	Ę		ATRIPLEX CONFERTIFOLIA	SHRUB: SHADSCALE	07.0861 S
3	7.75	. 1	~ 4.8₹,	5/21/2010	92.47	94	곡	짂	1.08	0.22	0.33	98.37	ဗ	S	D VNS	GRASS W: DROPSEED-SAND VNS	05.0002 G
T	Pura %	PLS LIKS	Bulk LBS PLS List I'vira "X	Test Date	"PLŞ	Liwe	l	RSA I	CL OR PURE INERT CHOP WEED'RS NOW	CHÔP	NERT	PURE	유	೮	Variety	Species	or NO
F			11 #1	IMAREX BOARDWALK 11 #1	X BO	MARI	1 ()	VARIETY: C	\X	-	TION	XCAV	EÇE	A.Z.T	SPECIES: MIXTURE: AZTEC EXCAVATION		

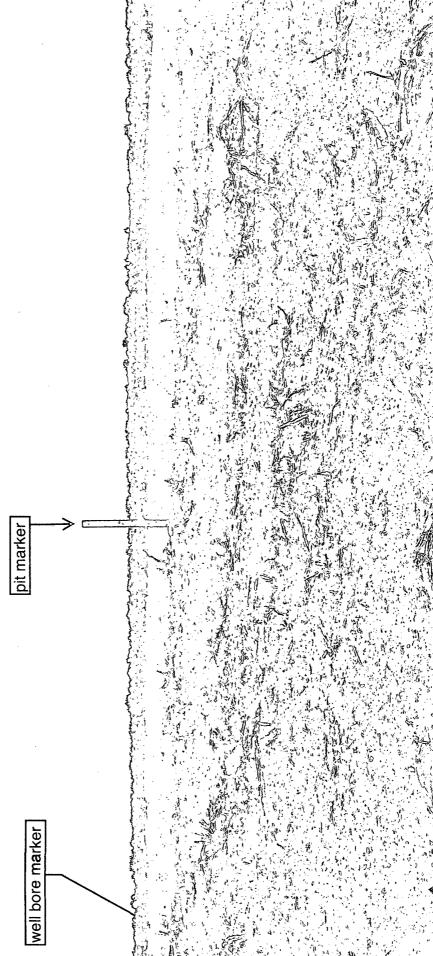
0/10/2/010

LOT NO: 2010.0328

(なびゃくょき

Phone: (970) 565-8722 Dolores, CO a laza

Aztec Excavati



DEED NOTICE

Cimarex Energy Co. has closed its Boardwalk 11 #1 temporary pit using on site burial. The pit is located on Navajo Tribal fee land at the Boardwalk 11 #1 well (30-045-35008). The well is located at 1663' FNL & 357' FEL Section 11, T. 21 N., R. 9 W., San Juan County, NM. The center of the pit is at approximately 36.06950° N, 107.75182° W. This deed notice is being filed in accordance with NMAC 19.15.17. 13 F. (1) (f).

36	Sol
Brian Wood	l, Consultant

8-16-10 Date

STATE OF NEW MEXICO)
) SS:
COUNTY OF SANTA FE)

The foregoing instrument was acknowledged before me this 16th day of August, 2010 by Brian Wood. Witness my hand and official seal,

Notary Bublic

My Commission Expires: 9-

Business Address: 37 VERANO LOOP, SANTA FE, NM 87508



201010443 08/17/2010 02:30 PN 1 of 1 B1513 P1045 R \$9.00

San Juan County, NM DEBBIE HOLMES



EXHIBITH

Submit To Appropri Two Copies	riate District	Office			State of Ne										rm C-105	
District I 1625 N. French Dr.	., Hobbs, NN	M 88240	ŀ	Energy,	Minerals an	d Nat	ural k	kesou	irces	1. WELL	API 1	NO.	-		uly 17, 2008	
District II 1301 W. Grand Av	enue, Artesi	a, NM 88210		Oi	l Conserva	tion l	Divis	ion		30-045-350						
District III 1000 Rio Brazos R	d., Aztec, N	M 87410			20 South S					2. Type of Lease ☐ STATE ☐ FEE ☐ FED/INDIAN						
District IV 1220 S. St. Francis	Dr., Santa F	Fe, NM 87505			Santa Fe, 1	NM 8	37505	5		3. State Oil & Gas Lease No.						
WELL COMPLETION OR RECOMPLETION REPORT AND LOG									OG							
4. Reason for fili	ing:									5. Lease Nam BC		Init Agreei WALK 11		1e ·		
☐ COMPLETI	ION REP	ORT (Fill in b	oxes#1 th	rough #31	for State and Fe	e wells	only)			6. Well Num	ber:					
C-144 CLOS #33; attach this a	nd the plat								#32 and/or	#1					· · · · · · · · · · · · · · · · · · ·	
7. Type of Comp	oletion: WELL [1 workove	E DE	EPENING	□PLUGBAC.	к 🗆 б	DIFFER	ENT R	RESERVOII	R □ OTHER			•			
8. Name of Opera	ator									9. OGRID 215099	_					
CIMAREX ENE 10. Address of O										11. Pool name	or W	ildcat				
										ľ						
12.Location	Unit Ltr	Section .	To	wnship	Range	Lot		Fee	et from the	N/S Line	Feet	from the	E/W Li	ne	County	
Surface:						ļ		_			<u> </u>					
BH: 13. Date Spudded	1 14 De	ite T.D. Reach	<u> </u>	5. Date Rig	Pologod			6 Date	o Complete	d (Ready to Pro	duce)	17	Elevation	ne (DE	and RKB,	
18. Total Measur				9-25	-09	nth						RT	Γ, GR, etc	;.) `		
18. Total Measur	ea Depin (Depth of Well 19. Plug Back Measured Depth 20. Was Directional Survey Made? 21. Type Electric and C								and Ot	ner Logs Run					
22. Producing Int	terval(s), o	f this complet	on - Top,	Bottom, N	ame									١		
23.				CAS	ING REC	ORI	(Re	port	all strin	gs set in w	ell)		****			
CASING SI	ZE	WEIGHT	LB./FT.		DEPTH SET		I	HOLE S	SIZE	CEMENTIN	IG RE	CORD	AM	OUNT	PULLED	
																
						·			· · · · · · · · · · · · · · · · · · ·							
24.				 LIN	ER RECORD	L_			25	. l	rubn	NG REC	ORD			
SIZE	TOP		вотто	М	SACKS CEM	IENT	SCRE	EN	SI	ZE	_	EPTH SET		PACKI	ER SET	
					<u> </u>						+					
26. Perforation	record (in	terval, size, ar	d number)	1		27. A	CID, S	SHOT, FR	ACTURE, CI	EMEN	VT, SQUI	EEZE, E	TC.	1	
						·	DEPT	HINT	ERVAL	AMOUNT A	AND K	KIND MA	TERIAL	USED		
										<u> </u>						
28.		·····					DUC									
Date First Produc	ction	Pr	duction I	Method (FI	owing, gas lift, p	oumping	g - Size	and typ	oe pump)	Well Statu	s (Pro	d, or Shut-	in)			
Date of Test	ate of Test Hours Tested Choke Size Prod'n For Oil - Bbl Test Period				ЗЫ	Ga	ns - MCF	Water - Bbl.		Gas - Oil Ratio		il Ratio				
Flow Tubing	Casing	g Pressure	Calculat		Oil - Bbl.		Ga	Gas - MCF Water - Bbl. Oil Gravity - API - (Cor.					- (Cori	·.)		
Press. 29. Disposition o	f Gas (V-1	d used for for	Hour Ra			,					1 20 5	Γest Witne	ggod D-			
29. Disposition o	n Gas (201	a, usea jor jue	, veniea, i	eic.)							30.	lest winne	ssed 13y	1 1 2	\	
31. List Attachm	ents						***************************************				-	XHI	BIT	1	·	
32. If a temporar C-102 & PLAN	y pit was u VIEW AT	ised at the wel TACHED	, attach a	plat with th	ne location of the	e tempo	rary pit				The state of the s	XX	1			
33. If an on-site l	burial was	used at the we	i, report t	ne exact lo	cation of the on- Latitude:			Lon	gitude: 107	.75182°W N	The same of the sa					
I hereby certi	fy that th	ne informati	nshow		h sides of this	s form	is tru	e and	complete	to the best of	of my	knowlea	lge and	belief		
Signature	14	1/100			Printed Name: BRIA	N W	OOD		Title: CO	NSULTANT	7	Date: 8	8-23-10			
E-mail Addre	ss: brian	@permitsw	est.com	l												

District |
1625 N. French Dr., Hobbs, NM 88240
District |
1301 W. Grand Ave., Artesia, NM 88210
District |
1600 Rio Brazos Rd., Aztec, NM 87410
District N
1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Mining Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Sonta Fe, NM 87505

Forth C - 102

Revised October 12, 2005

Submit to Appropriate District Office

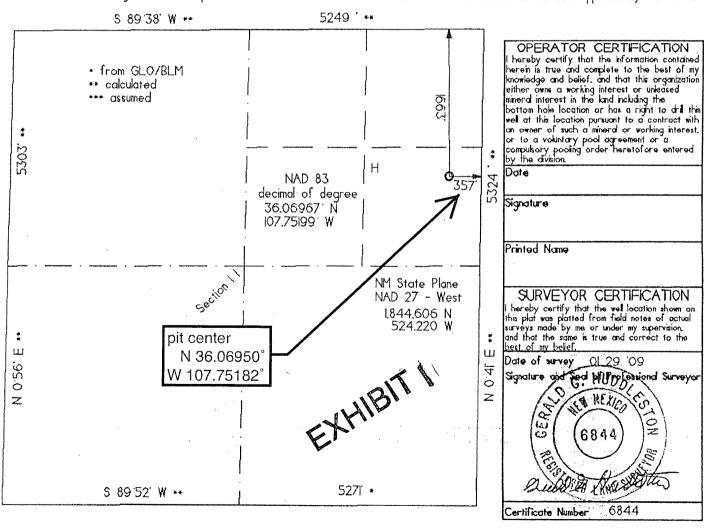
State Lease - 4 Copies

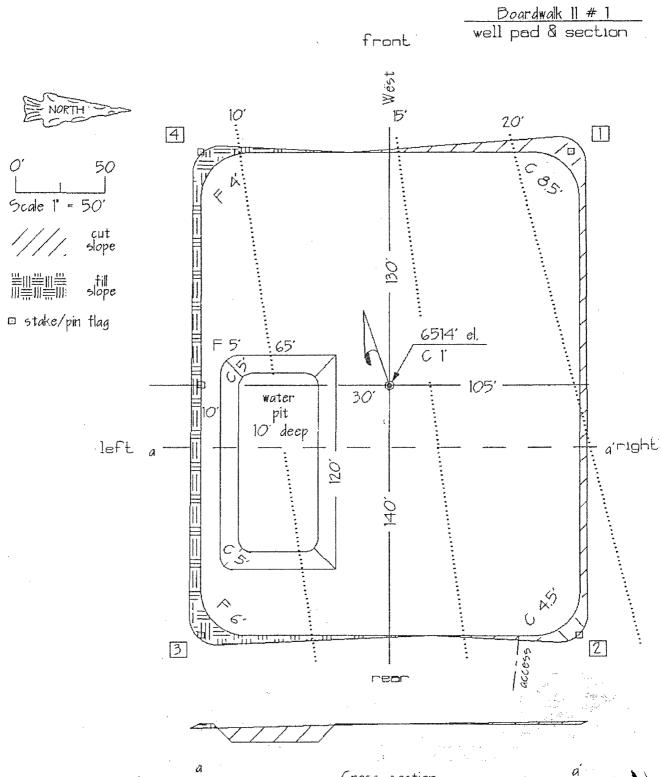
Fee Lease - 3 Copies

MENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT APA Number Pool Name Pool Code Property Code Property Name Well Number BOARDWALK II OORIO No. Operator Notes Bevalion CIMAREX ENERGY CO. 6514 Surface Location Feet from> North/South UL or Lot Sec. Tup. Lot kin Feet from> East/West County Rge. Н 21 North San Juan 9 West 1663. North 357 East Bottom Hole Location If Different From Surface UL or Lot Sec Feet from North/South Feet from> Twp. Rge. County East/West Dedicated Acres Joint or Infil Consolidation Code Order No.

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.





Cross section

EXHIBIT

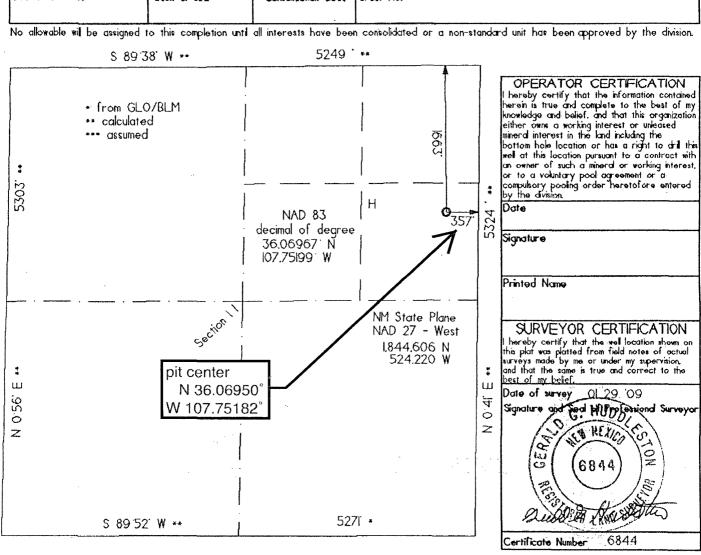
Strom To Appropriate District Office				State of New Mexico							Form C-105					
Two Copies				Energy, Minerals and Natural Resources							July 17, 2008					
District II 1301 W. Grand Avenue, Artesia, NM 88210				Oil Congeniation District							1. WELL API NO. 30-045-35008					
District III 1000 Rio Brazos Rd., Aztec, NM 87410				Oil Conservation Division 1220 South St. Francis Dr.							2. Type of Lease ☐ STATE ☒ FEE ☐ FED/INDIAN					
District IV 1220 S. St. Francis					Santa Fe, NM 87505							Gas	Lease No.			
		LETION (OR R	R RECOMPLETION REPORT AND LOG												
4. Reason for fil	J									5	5. Lease Name or Unit Agreement Name BOARDWALK 11					
☐ C-144 CLOSURE ATTACHMENT (1				res #1 through #31 for State and Fee wells only) Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or asure report in accordance with 19.15.17.13.K NMAC)							6. Well Number: #1 RCVD AUG 25 '10					
7. Type of Com	nletion:									H DIR	Потнек		ΩII	CONS. DIV	-	
8. Name of Oper	ator			☐ DEEPENING ☐ PLUGBACK ☐ DIFFERENT RESERVOIR						19	9. OGRID					
CIMAREX ENE 10. Address of C											215099 DIST. 3 11. Pool name or Wildcat					
,																
12.Location	Unit Ltr	Section		Township	Range	Lot			Feet from the	e 1	N/S Line	Feet	from the	E/W Line	County	
Surface:										+						
13. Date Spudde	e Spudded 14. Date T.D. Reached			15. Date Rig Released 9-25-09				16.	Date Complete				17. Elevations (DF and RKB, RT, GR, etc.)			
18. Total Measur	18. Total Measured Depth of Well			19. Plug Back Measured Depth				20. Was Directiona			d Survey Made? 21.			Type Electric and Other Logs Run		
22. Producing In	terval(s), o	of this complet	ion - To	p, Bottom, N	lame		J									
23.				CAS	SING REC	OR	D (R	ep	ort all stri	ngs	s set in we	ell)				
CASING SIZE WEIGHT LE			LB./F					HOLE SIZE			CEMENTING RECORD			AMOUNT PULLED		
																
										-	·					
24					ED DECORD		L.,					LIDIN	JC DEC			
SIZE			BOT	LINER RECORD OTTOM SACKS CEM			25 ENT SCREEN SE			25. SIZE						
							ļ									
26. Perforation	record (ir	nterval, size, ar	nd numl	lumber)			27	27 ACID SHOT FR			RACTURE, CEMENT, SQUEEZE, ETC.					
,,								DEPTH INTERVAL			AMOUNT AND KIND MATERIAL USED					
										\dashv	<u>,</u>					
28.						PR	ODU	J C	TION							
Date First Produc	ction	Pr	oductio	n Method (F	lowing, gas lift, p						Well Status	(Ргос	l. or Shut-	in)		
Date of Test	e of Test Hours Tested (Chok	hoke Size Prod'n For Test Period			Oil - Bbl Ga			Gas -	s - MCF Water - Bbl			l. Gas - Oil Ratio		
Flow Tubing Press.	9 1 9 1			alculated 24- Oil - Bbl.			Gas - MCF			w 	ater - Bbl.		Oil Gra	vity - API - (Cor	r.)	
29. Disposition o	f Gas (Sol	d, used for fue	, vente	d, etc.)	′	ţ			1000	·		30. T	est Witne	ssed By	· · · · · · · · · · · · · · · · · · ·	
31. List Attachm	ents															
32. If a temporar C-102 & PLAN	y pit was u	ised at the wel	, attach	ı a plat with t	he location of the	temp	orary p	it.								
33. If an on-site l	ourial was	used at the we	II, repo	rt the exact le	cation of the on-	site bi	arial:									
I hereby certi	fy that th	he infyrmati	gnsh	own on boi	h sides of this	36.06 Forn	5950° N n is tr	ие с	Longitude: 107 and complet	7.75 te 10	182° W NA o the best of	D 198 my .	33 knowlea	lge and belief	r	
Signature	BI	Nov	Y	,	Printed Name: BRIA				-		SULTANT	-		3-23-10		
E-mail Addre	ss: bylan	@permitsw	est.co	om												

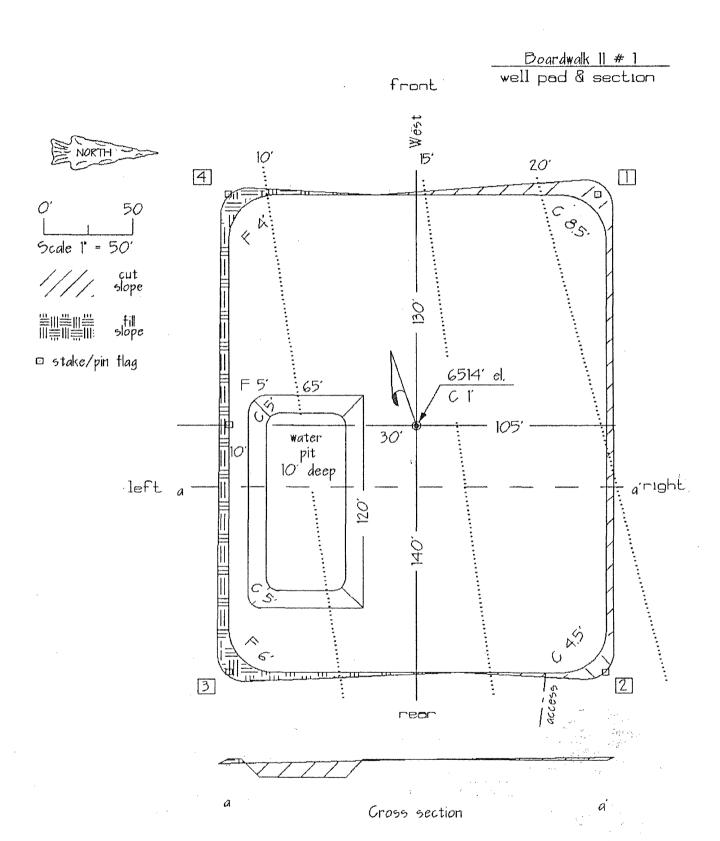
District | 1625 N. French Dr., Hobbs, NM 88240 District | 1301 W. Grand Ave., Artesia, NM 88210 District | 1 1600 Rio Brazos Rd., Aztec, NM 87410 District N

State of New Mexico Energy, Minerals & Mining Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Forth C - 102
Revised October 12, 2005
Submit to Appropiate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

1220 S. St Francis Dr., Santa Fe. NM 87505 MENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT APA Number Pool Code Pool Name Wall Number Property Code Property Name BOARDWALK II OORID No. Bevation Operator Name CIMAREX ENERGY CO. 6514 Surface Location Feet from> North/South UL or Lot Lot lon Feet from> County Rge. East/West Тър. H 21 North San Juan 9 West 1663 357 North East Battom Hole Location If Different From Surface Feet from> North/South | Feet from> UC or Lot Rge. East/West County Dedicated Acres Joint or Infil Consolidation Code Order No.





Submit 1 Copy To Appropri		State of New Mexi			Form C-103			
District I	22	, Minerals and Natura	l Resources	WELL API NO.	October 13, 2009			
1625 N. French Dr., Hobbs, District II		CONSERVATION I		30-045-35008				
1301 W. Grand Ave., Artesi District III	14, 14141 00210	is Dr.	5. Indicate Type of Lease					
1000 Rio Brazos Rd., Aztec	, NM 87410	^ - L	STATE FEE 6. State Oil & Gas Lease No.					
District IV 1220 S. St. Francis Dr., San 87505	ta Fc, NM	Santa Fe, NM 875	03	6. State Oil & Ga	is Lease No.			
(DO NOT USE THIS FORM	NDRY NOTICES AND RI M FOR PROPOSALS TO DRILI USE "APPLICATION FOR PI	BACK TO A SUCH	Lease Name or Unit Agreement Name BOARDWALK 11					
1. Type of Well: Oil	Well 🛛 Gas Well 🗌	Other		8. Well Number	#1			
2. Name of Operator CIMAREX ENERGY	CO.			9. OGRID Numb				
3. Address of Operato 1700 LINCOLN ST.,	or SUITE 1800, DENVER, C		10. Pool name or Wildcat WC21N09W11; ENTRADA OIL					
4. Well Location	- in car discar							
Unit Letter: <u>H</u>	-		7 feet from the EAS	<u>T</u> line				
Section <u>1</u>			Range 9 W.	NMPM S	SAN JUAN County			
	6,514' GL	on (Show whether DR, R	KKB, RT, GR, etc.)					
12	2. Check Appropriate	Box to Indicate Nat	ture of Notice, R	eport or Other	Data			
NOTI	CE OF INTENTION	TO:	SUBS	EQUENT RE	PORT OF:			
PERFORM REMEDIA		ALTERING CASING						
TEMPORARILY ABAN			COMMENCE DRILI					
PULL OR ALTER CAS DOWNHOLE COMMIN		COMPL	CASING/CEMENT	JOB 🗌				
DOWNHOLE COMMIN	NGLE [_]							
OTHER:			OTHER:		\boxtimes			
of starting any	osed or completed operation proposed work). SEE RU pletion or recompletion.	ons. (Clearly state all per JLE 19.15.7.14 NMAC.	rtinent details, and g For Multiple Comp	give pertinent date oletions: Attach v	es, including estimated date vellbore diagram of			
Pit, pad, and road seeding Marker installed in pit of	ng and reclamation for this on July 12, 2010.	s P&A well completed o	n June 18, 2010.					
					VD AUG 25 '10			
i I					L CONS. DIV.			
1			,		DIST. 3			
: :								
1								
Spud Date:	9-9-09	Rig Release Date	9-2	25-09				
Lharaby partify that the	information of a six t	1111	C 1 1 1	11 1: 6				
Thereby certify that the	information above is true	and complete to the best	of my knowledge	and belief.				
SIGNATURE 5	Wood	TITLE CONSUI	<u>LTANT</u>	DA	ATE <u>AUGU</u> ST 23, 2010			
Type or print name BRI For State Use Only	AN WOOD E-m	ail address: <u>brian@pern</u>	nitswest.com		ONE: (505) 466-8120			
APPROVED BY:Conditions of Approval	(if any):	TITLE		DA	TE			
- indication of Approval	(uii j).							

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