| | UNITED STATES EPARTMENT OF THE INT UREAU OF LAND MANAGI | | NMOC | D FORM APPROVED OMB NO, 1004-0135 Expires: July 31, 2010 Lease Serial No. | | | |
|---|---|-----------------------------------|-----------------------|--|---|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an | | | | NMNM7752 6. If Indian, Allottee or Tribe Name | | | |
| abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | 7. If Unit or CA/Agreement, Name and/or No. | | | |
| 1. Type of Well S Oil Well Gas Well Ot | her | ,,,,,,,,,_,_,_,_, | <u> </u> | 8. Well Name and No MERAK 7 FEDE | | | |
| 2. Name of Operator Contact: HOPE KNAULS CIMAREX ENERGY COMPANY OF CO-Mail: kknauls@cimarex.com | | | | 9. API Well No. 30-015-40609-00-S1 | | | |
| 3a. Address 202 S CHEYENNE AVE SUIT TULSA, OK 74103.4346 | 10. Field and Pool, or Exploratory LOCO HILLS | | | | | | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 7 T17S R30E NESW 1650FSL 2310FWL | | | | LL County or Parish, and State EDDY COUNTY, NM | | | |
| 12. CHECK APP | ROPRIATE BOX(ES) TO I | NDICATE NATURE OF | NOTICE, RI | EPORT, OR OTHE | R DATA | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| Notice of Intent | | Deepen | _ | ion (Start/Resume) | UWater Shut-Off | | |
| D Subsequent Report | Alter Casing Casing Repair | Fracture Treat New Construction | Reclama | • | Well Integrity Other Venting and/or Flaring | | |
| G Final Abandonment Notice | Change Plans Convert to Injection | Plug and Abandon Plug Back | □ Tempor □ Water D | arily Abandon Disposal | | | |
| ć | and the state and the set of the | etails, including estimated start | ing date of any pr | oposed work and approx | cimate duration thereof. ent markers and zones. | | |

Cimarex Energy respectfully requests approval to flare the Merak 7 Federal 8 Flare Meter for period not to exceed 90 days. Cimarex has recently completed the well but high line pressure and compressor installation requires a low volume gas flare.

| (RD 10/15/15 Accepted for record | | | | | | |
|-------------------------------------|--|--|--|--|--|--|
| NMOCD | | | | | | |

| Cimarex proposes to flare a limited amount of gas | s from the well beginning May 1, 2015 EJuly TTACHED FOR |
|---|---|
| 2015. The information below indicates the anticip | ated flare volumes: MMOLL CONSERVATION DITIONS OF APPROVAL |
| May 2015: 2000 MCF | ARTESIA DISTRICT |

May 2015: 2000 MCF June 2015: 2000 MCF July 2015: 2000 MCF

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OCT 1 4 2015

| , | R | ECEI | | . <u></u> | | | | |
|--|--|--------|----------------|-----------|----------|-------------|--------------|-----------|
| 14. I hereby certify that th | e foregoing is true and correct. Electronic Submission #303060 verifie For CIMAREX ENERGY COMPA Committed to AFMSS for processing by JENN | NYOF | CO. sent to th | e Carls | bad/ | SE) | | 1 |
| Name(Printed/Typed) | HOPE KNAULS | Title | | <u> </u> | CHNICIAN | OR PEO | ORD | |
| Signature | (Electronic Submission) | Date | 05/27/2015 | AU4 T | FILDI | TT | -] , | h.l. |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USEDCT | | | | | | | | |
| Approved By | | Title | ····· | | AN | THATAS | Al-IBate | \square |
| 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. | | Office | e | | CARLSBAD | FIELD UTFIC | | |
| 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. | | | | | | | | |
| ** BLM REVISED ** | | | | | | | | |

Additional data for EC transaction #303060 that would not fit on the form

32. Additional remarks, continued

A subsequent report of actual flare volumes will be sent after July 1, 2015. All volumes will be reported on the OGOR reports. Cimarex will comply with NTL-4A requirements.

Wells associated with flare meter: Merak 7 Federal 3 30-015-40609 Merak 7 Federal 4 30-015-40610 Merak 7 Federal 5 30-015-40611 Merak 7 Federal 6 30-015-40612 Merak 7 Federal 7 30-015-40613 Merak 7 Federal 8 30-015-40614

Flaring Conditions of Approval

1. Report all volumes on OGOR B as disposition code 08.

2. Comply with NTL-4A requirements

3. Subject to like approval from NMOCD

4. Flared volumes will still require payment of royalties

5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.

6. This approval does not authorize any additional surface disturbance.

7. Submit updated facility diagram as per Onshore Order #3.

8. Approval not to exceed 90 days from date requested on sundry.

9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).

10. If flaring is still required past 90 days submit new request for approval.

11. If a portable unit is used to flare gas it must be monitored at all times.

12. Comply with any restrictions or regulations when on State or Fee surface.

JAM 100815