* Form 3160-5 (August 2007)

NMOCD **UNITED STATES** DEPARTMENT OF THE INTERIOR Artesia BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED OMB NO. 1004-0135 dy 31, 2010

	Expires, 30
5,	Lease Serial No.
	NMNM025559

Do not use the abandoned we	6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRI	7. If Unit or CA/Agreer	nent, Name and/or No.				
I. Type of Well ☑ Oil Well ☐ Gas Well ☐ Ott		8. Well Name and No. IRWIN 13 FEDERAL 1				
Name of Operator CIMAREX ENERGY COMPA	Contact: NY OF C © -Mail: rsheldon@	HELDON	,	9. API Well No. 30-015-37715-00)-S1	
3a. Address 202 S CHEYENNE AVE SUIT TULSA, OK 74103.4346	E 1000	3b. Phone No Ph; 918.29 Fx: 918.74		•	10. Field and Pool, or Exploratory HACKBERRY	
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description			11. County or Parish, and State		
Sec 13 T19S R30E SESE Lot	P 1300FSL 330FEL			EDDY COUNTY,	NM	
12. CHECK APP	ROPRIATE BOX(ES) TO	O INDICATI	ENATURE OF N	NOTICE, RE	EPORT, OR OTHER	DATA
TYPE OF SUBMISSION			TYPE OF	ACTION		
Notice of Intent ✓	☐ Acidize	Dec	epen	□ Producti	on (Start/Resume)	■ Water Shut-Off
_	☐ Alter Casing	🗀 Fra	cture Treat	□ Reclama	ntion	■ Well Integrity
☐ Subsequent Report	□ Casing Repair	□ Nev	w Construction	☐ Recomp	lete	Other
☐ Final Abandonment Notice	☐ Change Plans	☐ Plu	g and Abandon	Tempora	rily Abandon	Venting and/or Flari ng
•	☐ Convert to Injection	Plu;	g Back	□ Water D	isposal	
Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f	I operations. If the operation re- pandonment Notices shall be fil- inal inspection.) MISSION TO FLARE APP	sults in a multip ed only after all ROX 3,000 N	le completion or reco requirements, includ	impletion in a n ing reclamation	ew interval, a Form 3160- , have been completed, ar	4 shall be filed once and the operator has IANGES. ERVATION STRICT 2016
•	true and correct. Electronic Submission #3 For CIMAREX ENE mitted to AFMSS for proce SHELDON	RGY COMPA	NY OF CO, sent to	o the Carlsba n 01/26/2016 (ď	
Camor Famous Typesy (111011071	ONEEDON		7742771			
Signature (Electronic S	·		Date 01/21/20		• • • • • • • • • • • • • • • • • • • •	
ACCEPTED FOR	RECURISPACE FO	R FEDERA	L OR STATE	OFFICE US	BE	
/S/ DAVID	R. GLASS		Title			Date
Conditions of approval, if any, are attached terrify that the applicant holds legal or equivalent would entitle the paper appropriate conductions.	iitable title to those rights in the	not warrant or subject lease	Office	·		
Title 18 U.S.C. Septop 1001 and Title 18: States any false, fictitious or traudulent	this Community of the statements of representations as	erime for any pe to any matter w	erson knowingly and ithin its jurisdiction.	willfully to mal	e to any department or ag	ency of the United

Additional data for EC transaction #329384 that would not fit on the form

Wells/Facilities, continued

 Agreement NMNM025559 NMNM025559 NMNM025559 NMNM025559
 Lease NMNM025559 NMNM025559 NMNM025559
 Well/Fac Name, Number IRWIN 13 FEDERAL 1 IRWIN 13 FEDERAL 2 IRWIN 13 FEDERAL 3
 API Number 30-015-37715-00-S1 30-015-38099-00-S1 30-015-38100-00-S1
 Location Sec 13 T19S R30E SESE Lot P 1300FSL 330FEL Sec 13 T19S R30E SESE 660FSL 125FEL Sec 13 T19S R30E SESE 710FSL 125FEL

CIMAREX ENERGY CO OF COLORADO

WELLS USING FLARE:	API	SEC/TWN/RNG	FOOTAGES	AGREEMENT LEASE
IRWIN 13 FEDERAL 1	30-015-37715	13-19S-30E	1300 FSL 330 FEL	NMNM025559
IRWIN 13 FEDERAL 2	· 30-015-38099	13-19S-30E	660 FSL 125 FEL	NMNM025559 —
IRWIN 13 FEDERAL 3	30-015-38100	13-19S-30E	710 FSL 125 FEL	NMNM025559

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972

Cimarex Energy Company Of Colorado Irwin 13 Federal 1, 2, & 3 Federal Lease NM-025559

Approved 03-03-2016

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes, and volumes), and has determined the following Conditions of Approval apply.

Condition of Approval to Flare Gas

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08"
- 4. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. 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.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- 7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, (from <u>01-01-2016</u> to <u>03-31-2016</u>), if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per **NTL-4A II. A.** "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.