UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT.

FORM APPROVED

OWR	NO. 1004-0137
Expires:	January 31, 201
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SUNDRY NOTICES AND REPORTS ON WELLS AND PROPERTY OF THE POPULATION					NMNM92160 262 Handian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No. NMNM111040		
1. Type of Well ☐ Oil Well ☑ Gas Well ☐ Other					8. Well Name and No. CHOSA DRAW 27 FEDERAL COM 1		
Name of Operator					9. API-Well-No. 30-045-32918-00-C1		
3a. Address 202 S CHEYENNE AVE SUIT TULSA, OK 74103.4346	(include area code) -1909	:	10. Field and Pool or Exploratory Area COTTON DRAW-UPPER PENN SAGE DRAW-WOLFCAMP, EAST				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 27 T25S R26E NWNE 330FNL 1980FEL					EDDY COUNTY, NM		
12. CHECK THE AP	PROPRIATE BOX(ES) TO	O INDICAT	E NATURE O	F NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	BMISSION TYPE OF ACTION					****	
Notice of Intent	☐ Acidize	□ Deep	□ Deepen		ion (Start/Resume)	■ Water Shut-Off	
_	Alter Casing	☐ Hydr	aulic Fracturing	□ Reclama	ation	■ Well Integrity	
☐ Subsequent Report	t Report		v Construction		lete	Other Venting and/or Flari	
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	□ Tempor	arily Abandon	ng	
	☐ Convert to Injection	Plug	Back	■ Water Disposal		•	
Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fi Cimarex respectfully requests through June 2018 due to con	operations. If the operation result bandonment Notices must be filed inal inspection. permission to temporarily fl	ts in a multiple only after all r	completion or reco equirements, includ	ompletion in a r ling reclamation	new interval, a Form 3160 n, have been completed a)-4 must be filed once	
		FOR	record: UII		MAY 3 1 :	2018	
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #41 For CIMAREX ENER(nmitted to AFMSS for proces	GY COMPAN	IY OF CO, sent t	to the Carlsb	ad		
Name (Printed/Typed) AMITHY E CRAWFORD			Title REGUL	ATORY AN	LASYT		
Signature (Electronic S	Submission)		Date 05/03/2	018			
<u> </u>	THIS SPACE FOR	R FEDERA			SE		
Approved By /s/ Jonathon Shepard		Title PET	ROLEUM	enalvesk	1018/5/38 Date		
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 (Yo			
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a cristatements or representations as to	ime for any pe any matter wi	rson knowingly and thin its jurisdiction	l willfully to m	ake to any department or	agency of the United	

(Instructions on page 2)
** RI M REVISED ** RI M REVISED ** BLM REVISED **

BUREAU OF LAND MANAGEMENT

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

Condition of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- 2. All flaring under this request is considered to be "avoidably lost":

 Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.

 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.