Form 3160-3. (June 2015)

UNITED STATES DEPARTMENT OF THE DEPARTMENT OF THE DEPARTMENT OF LAND MANAGEMENT OF LAND M

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELL'S A TICSIA Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2					NMNM14124 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No.							
							1. Type of Well			8. Well Name and No. MARQUARDT FEDERAL 16H		
							2. Name of Operator	OLLAND 9. API Well No. 30-015-42487-00-S1				
CIMAREX ENERGY COMPANY OF CO-Mail: pholland@cimarex.com 3a. Address 3b. Phone No.												
600 N MARIENFELD STE 600 MIDLAND, TX 79701		3b. Phone No. (include area code) Ph: 918.560.7081			COTTONWOOD DRAW-BONE SPRIN							
4. Location of Well (Footage, Sec., T	11. County or Parish, State			State								
Sec 12 T25S R26E NWNW 20 32.090635 N Lat, 104.151193	EDDY COUNTY, NM											
12. CHECK THE A	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA						
TYPE OF SUBMISSION	TYPE OF SUBMISSION			TYPE OF ACTION								
Notice of Intent	☐ Acidize	☐ Dee	epen Production (Start/Resum		on (Start/Resume)	☐ Water Shut-Off						
	☐ Alter Casing	□ Нус	☐ Hydraulic Fracturing ☐ Reclan		ation	■ Well Integrity						
☐ Subsequent Report	□ Casing Repair	☐ Casing Repair ☐ New		☐ Recomplete		Other						
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon		I I Jemporariiv Apandon		Venting and/or Flari						
	☐ Convert to Injection	☐ Plug Back ☐ Wate		□ Water D	risposal	<u> </u>						
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi Cimarex Energy Co. respectful 15H & 16H CDP approximatel repair.	rk will be performed or provide operations. If the operation resonandonment Notices must be file inal inspection.	the Bond No. or sults in a multipled only after all only intermittently	in file with BLM/BIA e completion or recongrequirements, included y flare at the Mar	Required sub impletion in a n ing reclamation rquardt 1 Fe	sequent reports must be lew interval, a Form 316 a, have been completed a	filed within 30 days 0-4 must be filed once						
Wells: Marquardt 1 Fed 15H 30-015-42471 Marquardt 1 Fed 16H 30-015-42487) for								
			Accex	ted for	1600.0	3 2019						
			1/0001	MMOC		0 2013						
			•	1118	MOSTRICTI-A	RTESIAO.C.D.						
14. I hereby certify that the foregoing is	true and correct.					· · · · · · · · · · · · · · · · · · ·						
Con	#Electronic Submission # For CIMAREX ENE nmitted to AFMSS for proce	RGY COMPA	NY OF CO, sent to	o the Carlsba	nd							
Name (Printed/Typed) PATRICIA HOLLAND			Title REGULATORY ANALYST									
Signature (Electronic Submission)			Date 05/09/20	019								
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE US	SE							
			F* - 1	la	100 AND 100 AND 100 AND 100	MAY 1 7 2019						
_Approved By /s/ Jonath	on Shepard				Engineer	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.			Carlst Office	pad Fig	eld Office							

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.

Additional data for EC transaction #464811 that would not fit on the form

32. Additional remarks, continued

Marquardt 1 Fed 15H & 16H CDP Flare

BUREAU OF LAND MANAGEMENT

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

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). 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, 3179.101 3179.104.