#### **OCD Artesia** FORM APPROVED UNITED STATES OMB No. 1004-0137 DEPARTMENT OF THE INTERIOR Expires: July 31, 2010 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. LC 067132 NMOCD ARTESIA NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. I. Type of Well 8. Well Name and No. Empire Federal Com #1 Oil Well Gas Well Other 9. API Well No 30-015-23102 2. Name of Operator CIMAREX ENERGY CO. OF COLORADO 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 600 N. Madenfeld st Suite 600, Midland, TX 79701 432-571-7800 Turkey Track; Atoka (Gas) 4. Location of Well (Foolage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State 1980' FSL & 1980' FWL, Unit K, Section 27, T18S-R29E EUDA 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Water Shut-Off Production (Start/Resume) Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity New Construction Other Casing Repair Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Convert to Injection Plug Back Final Abandonment Notice Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) 1. Cimarex Energy has contracted Talon/LPE to do the site assessment for reciamation of the location at the Empire Federal Com No. 1, a P&A location. 2. On 5/1/2012 Talon/LPE mobilized personnel to the site to carry out soll sampling activities for the construction of a work plan. Grab soil samples were collected from the surface of the location. The soil samples were sent to Cardinal Laboratories for analysis of total Chlorides via Method SM4500Cl-B. The results for the soil samples are attached. A site plan is also attached. 3. The Impacted soil from the location at sample points labeled S-1, S-6, S-7 and S-8 will be excavated to a depth of 1-foot deep. The excavated soil will be placed in the drilling pit area before installation of liner. 4. A 20 mil liner approximately 241-feet long by 175-feet wide will be placed over the drilling pit area. The edges of the liner will be keyed in a minimum of 3-feet deep. The soil removed from the location will be placed on top of the liner in a minimum 2-feet soil lift. Top soil maybe used from local borrow pit. 5. The location will then be cut, ripped, cross-ripped and windrows will be installed. A 1-foot berm will be constucted up gradient of the location to divert run off waters for erosion control 6. The location will be contoured to match the surrounding terrain and the location will be seeded using the recommended BLM seed mixture for the area. Froll fest for chlorides Q1: add. maxerral may need to be to 1000 APM charidas renoved down 14. I hereby certify that the foregoing is true and correct. Name (Printed Typed) Ronny Snow Title Production Foreman Date 6/21/2012 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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, flexitions or fraudulent statements or representations as to any matter within its jurisdiction

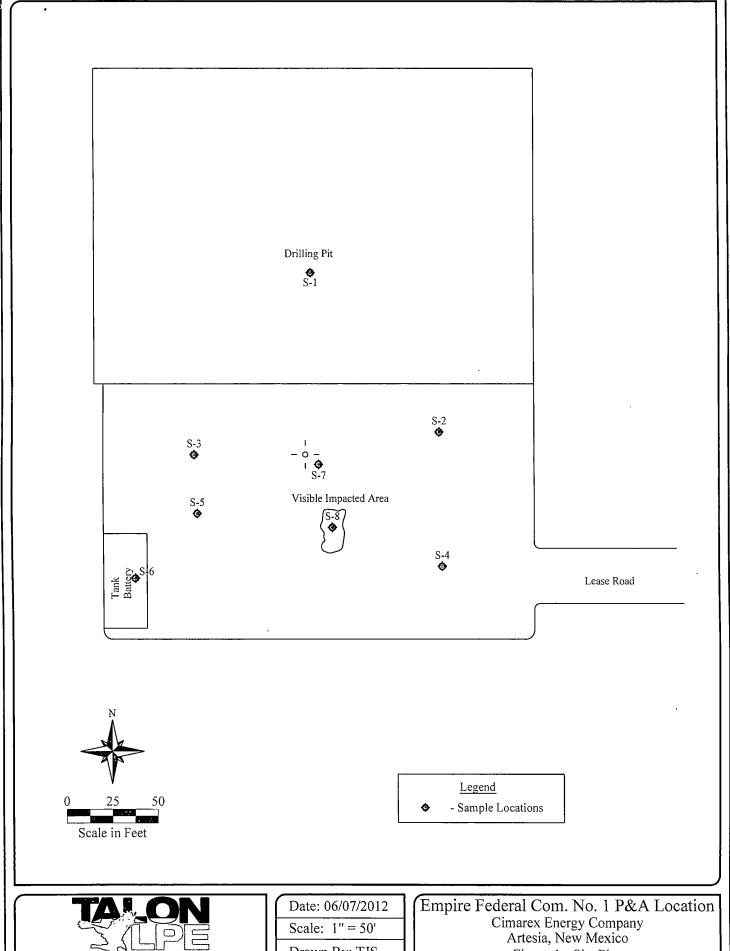
7-10-12

(Instructions on page 2)

entitle the applicant to conduct operations thereon.

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

Approved by





Drawn By: TJS

Figure 1 - Site Plan



May 02, 2012

MIKE STUBBLEFIELD

TALON LPE

408 W. TEXAS AVE.

ARTESIA, NM 88210

RE: EMPIRE FED. NO. 1

Enclosed are the results of analyses for samples received by the laboratory on 05/01/12 14:55.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-11-3. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (\*). For a complete list of accredited analytes and matrices visit the TCEQ website at <a href="https://www.tceq.texas.gov/field/qa/lab">www.tceq.texas.gov/field/qa/lab</a> accredited certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2 Haloacetic Acids (HAA-5)

Method EPA 524.2 Total Trihalomethanes (TTHM)
Method EPA 524.4 Regulated VOCs (V1, V2, V3)

Celey D. Keine

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keene

Lab Director/Quality Manager



## Analytical Results For:

TALON LPE
MIKE STUBBLEFIELD
408 W. TEXAS AVE.
ARTESIA NM, 88210
Fax To: (575) 745-8905

Received:

05/01/2012

Reported:

05/02/2012

Project Name:

EMPIRE FED. NO. 1 701162.015.01

Project Number: Project Location:

SEC.27-T18S-R29E

Sampling Date:

05/01/2012

Sampling Type:

Soil

Sampling Condition:

\*\* (See Notes)
Jodi Henson

Sample Received By:

| Sample ID: S-1 DRILLING PIT | 0' BGS (H200994-01) |
|-----------------------------|---------------------|
| Chloride, SM4500CI-B        | mg/kg               |

| Analyte   | Result       | Reporting Limit                         | Analyzed            | Method Blank             | BS     | % Recovery | True Value QC        | RPD         | Qualifier              |  |  |  |  |
|---|--------------|---|---------------------|--------------------------|--------|------------|----------------------|-------------|------------------------|--|--|--|--|
| Chloride  | 2920         | 16.0                                    | 05/02/2012          | ND                       | 432    | 108        | 400                  | 3.77        |                        |  |  |  |  |
|   |              |   |                     |                          |        |            |                      |             |                        |  |  |  |  |
| Sample ID: S-2 LOCATION NE 0' BGS (H200994-02)                      |              |   |                     |                          |        |            |                      |             |                        |  |  |  |  |
| Chloride, SM4500CI-B  | 00CI-B mg/kg |   |                     | Analyzed By: HM          |        |            |                      |             |                        |  |  |  |  |
| Analyte   | Result       | Reporting Limit                         | Analyzed            | Method Blank             | BS     | % Recovery | True Value QC        | RPD         | Qualifier              |  |  |  |  |
| Chloride  | 48.0         | 16.0                                    | 05/02/2012          | ND                       | 432    | 108        | 400                  | 3.77        |                        |  |  |  |  |
| Commistre C 2 LOCATION NO   | AL O'DCC     | (U200004 02)                            |                     |                          |        |            |                      |             |                        |  |  |  |  |
| Sample ID: S-3 LOCATION No<br>Chloride, SM4500Cl-B                  |              | (H200994-03)<br>/kg                     | Analyze             | d By: HM                 |        |            |                      | ······      |                        |  |  |  |  |
| •   |              | . ,                                     | Analyze<br>Analyzed | d By: HM<br>Method Blank | BS     | % Recovery | True Value QC        | RPD         | Qualifier              |  |  |  |  |
| Chloride, SM4500Cl-B  | mg           | /kg                                     | <del> </del>        |                          | BS 432 | % Recovery | True Value QC<br>400 | RPD<br>3.77 | Qualifier              |  |  |  |  |
| Chloride, SM4500Cl-B  Analyte                                       | Result       | /kg Reporting Limit 16.0                | Analyzed            | Method Blank             |        | ,          | •                    |             | Qualifier              |  |  |  |  |
| Chloride, SM4500Cl-B  Analyte  Chloride                             | Result 64.0  | /kg Reporting Limit 16.0                | Analyzed 05/02/2012 | Method Blank             |        | ,          | •                    |             | Qualifier              |  |  |  |  |
| Chloride, SM4500CI-B  Analyte  Chloride  Sample ID: S-4 LOCATION Si | Result 64.0  | /kg  Reporting Limit  16.0  H200994-04) | Analyzed 05/02/2012 | Method Blank<br>ND       |        | ,          | •                    |             | Qualifier<br>Qualifier |  |  |  |  |

Analyzed By: HM

Cardinal Laboratories

\*=Accredited Analyte

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Celey D. Keene, Lab Director/Quality Manager



## Analytical Results For:

TALON LPE MIKE STUBBLEFIELD 408 W. TEXAS AVE. ARTESIA NM, 88210

Fax To:

(575) 745-8905

Received: Reported: 05/01/2012

05/02/2012

Project Name:

EMPIRE FED. NO. 1

Project Number: Project Location: 701162.015.01 SEC.27-T18S-R29E Sampling Date:

05/01/2012

Sampling Type: Sampling Condition: Soil

\*\* (See Notes)

Sample Received By:

Jodi Henson

## Sample ID: S-5 LOCATION SW 0' BGS (H200994-05)

| Chloride, SM4500CI-B     | mg,          | mg/kg           |                 | Analyzed By: HM |     |            |               |      |           |
|--------------------------|--------------|-----------------|-----------------|-----------------|-----|------------|---------------|------|-----------|
| Analyte                  | Result       | Reporting Limit | Analyzed        | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |
| Chloride                 | 128          | 16.0            | 05/02/2012      | ND              | 432 | 108        | 400           | 3.77 |           |
| Sample ID: S-6 TANK BAT  | TERY 0' BGS  | (H200994-06)    |                 |                 |     |            |               |      |           |
| Chloride, SM4500CI-B     | mg,          | /kg             | Analyze         | d By: HM        |     |            |               |      |           |
| Analyte                  | Result       | Reporting Limit | Analyzed        | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |
| Chloride                 | 6800         | 16.0            | 05/02/2012      | ND              | 432 | 108        | 400           | 3.77 |           |
| Sample ID: S-7 WELLHEA   | D 0' BGS (H2 | 00994-07)       |                 |                 |     |            |               |      |           |
| Chloride, SM4500CI-B     | mg           | /kg             | Analyze         | d By: HM        |     |            |               |      |           |
| Analyte                  | Result       | Reporting Limit | Analyzed        | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |
| Chloride                 | 4240         | 16.0            | 05/02/2012      | ND              | 432 | 108        | 400           | 3.77 |           |
| Sample ID: S-8 VISIBLY I | MPACTED AR   | EA 0' BGS (H20  | 0994-08)        |                 |     |            |               |      |           |
| Chloride, SM4500CI-B     |              | llea.           | Analyzed By: HM |                 |     |            |               |      |           |
|                          | mg           | / Kg            | Anaryze         |                 |     |            |               |      |           |
| Analyte                  | Result       | Reporting Limit | Analyzed        | Method Blank    | BS  | % Recovery | True Value QC | RPD  | Qualifier |

### Cardinal Laboratories

\*=Accredited Analyte

PLEASE NOTE Lability and Damages Cardinal's lability and clerit's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waved unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, unduding, without limitation, business interruptions, loss of use, or loss of use, or loss of profits incurred by client, its subsidiance, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratones.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager



### **Notes and Definitions**

ND Analyte NOT DETECTED at or above the reporting limit

RPD Relative Percent Difference

\*\* Samples not received at proper temperature of 6°C or below.

\*\*\* Insufficient time to reach temperature.

Chloride by SM4500Cl-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

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Celey D. Keine



Talon/LPE

Company Name:

# CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

ANALYSIS REQUEST

Page 5 of 5

101 East Marland, Hobbs, NM 88240 (575) 393-2326 FAX (575) 393-2476

| Project Manage               | V   | P.O. #:   |   |                         |               |         |          |          |   |                                       |     |
|------------------------------|---|---|---|-------------------------|---------------|---------|----------|----------|---|---------------------------------------|-----|
| Address:                     | 408 WAST TEMPI AUC.   | Company: 5460 /66   |   | -                       |               |         |          |          |   |                                       |     |
| City:                        | Action State: N. P.   | Attn:   |   | - 1                     |               |         |          |          |   |                                       |     |
| Phone #:                     | 575-641.7854 Fax#:  | Address:  |   |                         |               |         |          |          |   |                                       |     |
| Project #: ?                 | O1167.015.01 Project Owner  | COMMOND FORTH   | City:                                       |                         | 1             |         |          |          |   |                                       |     |
| Project Name:                | Empire Red. No. 1   |   | State: Zip:                                 |                         |               |         |          |          |   |                                       |     |
| Project Location             | n: 800. 20- 7795-18298  |   | Phone #:                                    |                         |               |         |          |          |   |                                       |     |
| Sampler Name:                | polo stablack   |   | Fax #:                                      |                         | رژخ           |         |          |          |   | ]                                     |     |
| FOR LAB USE ONLY             | f   | MATRIX  | PRESERV. SAMPLI                             | NG                      | 107           |         |          |          |   |                                       |     |
| Lab I.D.                     | Sample I.D.   | (G)RAB OR (C)OMP # CONTAINERS GROUNDWATER WASTEWATER SOIL OIL | OTHER: ACIDIBASE: OTHER.  OTHER             | TIME                    | Total Charine |         |          | -        |   |                                       |     |
| 9                            | 5.1 Orining pit 0 bgs<br>5.2 Location NEO bgs<br>5.3 Location NWO bgs   | 5 / /   | 6/1/25/2                                    | 11:35/8                 |               |         |          |          | . |                                       |     |
|                              | S. E LOSSIED NEO bys _  | G   | 5/1/2012                                    |                         | $\leq$        |         |          |          |   |                                       |     |
| I                            | S.3 LOEATON NWOSES  | 5   | 6/1/0/2                                     |                         | 4             |         |          |          |   |                                       | ·-  |
|                              | 5.4 Location S. E. O'bjf S. S. Location S. W. O'bjf   | G   |   | 11:594                  |               |         |          |          |   |                                       |     |
| 7                            | Sign to I was a sign  |   |   | ii: Cýn<br>ie losk      |               |         |          |          | 1 |                                       |     |
|                              | 5.0 well-bear of to   |   |   | 12.084                  |               |         |          |          |   | · · -   · · · · · · · · · · · · · · · |     |
| 8                            | 5 6 Tant balley o Ves<br>5.7 Wellbead o 353<br>3 8 Visibly imported property  |   |   |                         | 7             |         |          |          |   |                                       |     |
|                              |   |   |   |                         |               |         |          |          |   |                                       |     |
|                              |   |   |   | <u> </u>                |               |         |          |          |   | <u> </u>                              |     |
| nnalyses. All claims include | nd Damages. Cardinal's liability and client's exclusive remedy for a<br>my those for negligence and any other cause whatcoover shall be<br>Cardinal be liable for incidental or consequental damages, including | deemed waived unless made in writing a                        | nd received by Cardinal within 30 days afte | or completion of the    | applicable    | ;       |          |          |   |                                       |     |
| Relinquished B               | ing out of or related to the performance of services haveunder by C   | Received By:  | n is besed upon any of the above stated re- | Phone Res               | ult:          | ]Yes □  | No Add'l | Phone #: |   |                                       |     |
| [ '                          | R 11 1 70150  | 1000: 1   | Ve 12 A Rues                                | Fax Result:<br>REMARKS: | : [           | □ Yes □ | No Add't | Fax#:    |   |                                       |     |
| Relinquished B               | While Tipe 55   | Received By:  | alliable                                    | 712                     | •             | 4       |          |          |   |                                       |     |
| Reinquisned B                |   | Geceived by.  |   |                         |               | 1       |          |          |   |                                       |     |
|                              | Time:   |   |   |                         |               |         |          |          |   |                                       |     |
| Sampler - UPS                | : (Circle One) - Bus Other:   | Sample Condi<br>Cool Intact                                   | es (initials)                               |                         |               |         |          |          |   |                                       |     |
| † Cardinal                   | cannot accept verbal changes. Please  | fax written changesitic                                       | 505/393-2476                                |                         |               |         |          |          |   | J                                     | Pag |

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