BUNDRY SUNDRY Do not use thi	UNITED STATES PARTMENT OF THE IN UREAU OF LAND MANAGE NOTICES AND REPOR S form for proposals to II. Use form 3160-3 (API	TERIOR GEMENT RTS ON WELLS drill or to re-enter an	D-ARI		APPROVED O. 1004-0135 July 31, 2010 or Tribe Name	_
SUBMIT IN TRI	7. If Unit or CA/Agree Nm 945	ement, Name and/or No.				
Type of Well		LEXIE LAVALLEY		8. Well Name and No. ONEILL FEDERA		
 Name of Operator CIMAREX ENERGY COMPAN 	9. API Well No. 30-015-32237					
3a. Address 600 N MARIENFELD STREET STE 600 MIDLAND, TX 79701 3b. Phone No. (include area code) Ph: 432-620-1936				10. Field and Pool, or CARLSBAD;MC	Exploratory DRROW,SOUTH	
4. Location of Well (Footage, Sec., T	11. County or Parish,	and State	-			
Sec 11 T24S R26E 990FNL 1	200FWL		:	EDDY COUNTY	COUNTY, NM	
12. CHECK APPI	ROPRIATE BOX(ES) TO) INDICATE NATURE OF N	NOTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
☑ Notice of Intent ☐ Subsequent Report	☐ Acidize	□ Deepen	□ Product	ion (Start/Resume)	■ Water Shut-Off	
	☐ Alter Casing	☐ Fracture Treat	Reclamation		■ Well Integrity	
	☐ Casing Repair	☐ New Construction ☐ Recomplete		olete	Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon ☑ Water Disposal			
	☐ Convert to Injection	☐ Plug Back				
13. Describe Proposed or Completed Op If the proposal is to deepen direction: 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	ally or recomplete horizontally, rk will be performed or provide l operations. If the operation respondented to the condonment Notices shall be file	give subsurface locations and measu the Bond No. on file with BLM/BIA sults in a multiple completion or reco	red and true ve Required su empletion in a	ertical depths of all pertir bsequent reports shall be new interval, a Form 316	nent markers and zones. filed within 30 days i0-4 shall be filed once	
Cimarex Energy Co. respectfu	illy requests approval for	water disposal;				

Name of formation: morrow

BWPD: 0

> NM OIL CONSERVATION ARTESIA DISTRICT

Water stored: 2 ea. 500 bbl water tanks

Water is trucked to water disposal facility

DEC 3 0 2014

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Disposal facility info:

Accepted for recorp

RECEIVED

14. I hereby certify	For CIMAREX ENER	3 verified by the BLM Well Informa GY COMPANY, sent to the Carlsba essing by LINDA DENNISTON on 1	ad				
Name(Printed/Typed) LEXIE LAVALLEY		Title REGULATORY	ANALYST				
	· .						
Signature	(Electronic Submission)	Date 07/11/2014	\ \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
_Approved By		Title	DEC 182)16ate				
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.			JAMES A. AMOS				

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 #252583 that would not fit on the form

32. Additional remarks, continued

Cimarex Energy Liberty 24 Fed SWD: 001 3001533094 990 FNL 1200 FWL sec. 28 25s 33e SWD- 1216

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

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshorè Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14