	I EKIUK	OCD Hobbs	FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010
Y NOTICES AND REPOR	TS ON WELLIS 28 201	NMNM81	
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.		6. If Indian, A	Illottee or Tribe Name
		7 If Unit or C	A/Agreement, Name and/or No
RIPLICATE - Other instruction	ons on reverse side.	7 It Ollit of C	Av Agreement, Ivallie allu/or Ivo
Other .		8. Well Name BONDUR	and No ANT FEDERAL 012
Contact N COLORAÐ Mail: nkrueger@cir	ATALIE E KRUEGER marex.com	9 API Well N 30-025-4	
STE. 600	Ph: 432-620-1936	t) 10 Field and TONTO;	Pool, or Exploratory BONE SPRING, W
, T, R, M., or Survey Description)		11 County or	Parish, and State
NWNE 330FNL 1916FEL	/	LEA COL	INTY, NM
PROPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, REPORT, OR O	OTHER DATA
TYPE OF ACTION			
☐ Acidize	Deepen	☐ Production (Start/Resu	me) Water Shut-Off
☐ Alter Casing	☐ Fracture Treat	Reclamation	☐ Well Integrity
Casing Repair	☐ New Construction	Recomplete	Other Change to Original A
☐ Change Plans	Plug and Abandon	☐ Temporarily Abandon	Change to Original A PD
☐ Convert to Injection	Plug Back	☐ Water Disposal	
nally or recomplete horizontally, give ork will be performed or provide the ed operations. If the operation results Abandonment Notices shall be filed of final inspection.)	e subsurface locations and meast Bond No. on file with BLM/BI/s in a multiple completion or reconly after all requirements, including the book in the book in the book in the book is the book in the book is the book in the	ired and true vertical depths of a A Required subsequent reports sompletion in a new interval, a Folding reclamation, have been com	Il pertinent markers and zones. shall be filed within 30 days
	DEPARTMENT OF THE IN' BUREAU OF LAND MANAGE AY NOTICES AND REPORT Ithis form for proposals to divell. Use form 3160-3 (APD) RIPLICATE - Other instruction Contact N, F COLORAD Mail: nkrueger @ cir STE. 600 TOTAL TOTAL TOTAL PROPRIATE BOX(ES) TO I Acidize Alter Casing Casing Repair Change Plans Convert to Injection Deparation (clearly state all pertinent divided operations. If the operation result Abandonment Notices shall be filed of final inspection.)	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT AY NOTICES AND REPORTS ON WELLIS 2 8 201 this form for proposals to drill or to re-enter an well. Use form 3160-3 (APD) for such proposals. FIPLICATE - Other instructions on reverse side. Contact NATALIE E KRUEGER F COLORAD Gail: nkrueger @ cimarex.com STE. 600 STE. 600 About 1916FEL PROPRIATE BOX(ES) TO INDICATE NATURE OF Acidize Deepen Alter Casing Fracture Treat Casing Repair New Construction Change Plans Plug and Abandon Convert to Injection Plug Back Properation (clearly state all pertinent details, including estimated starting analy or recomplete horizontally, give subsurface locations and meass or well be performed or provide the Bond No. on file with BLM/BI/ed operations. If the operation results in a multiple completion or recombendoment Notices shall be filed only after all requirements, including final inspection.)	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT Y NOTICES AND REPORTS ON WELLIS 2 8 2011 this form for proposals to drill or to re-enter an well. Use form 3160-3 (APD) for such proposals. RIPLICATE - Other instructions on reverse side. Other Contact NATALIE E KRUEGER F COLORAD Mail: nkrueger@cimarex.com 3b. Phone No (include area code) Ph: 432-620-1936 Fx: 432-620-1940 TONTO; TX, R, M., or Survey Description) PNWNE 330FNL 1916FEL PROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OF The Computer of t

14. Thereby certify that the foregoing is true and correct.

Electronic Submission #112376 verified by the BLM Well Information System
For CIMAREX ENERGY CO. OF COLORADO, sent to the Hobbs

Name (Printed/Typed) NATALIE E KRUEGER

Title REGULATORY ANALYST

Signature (Electronic Submission)

Date 07/07/2011

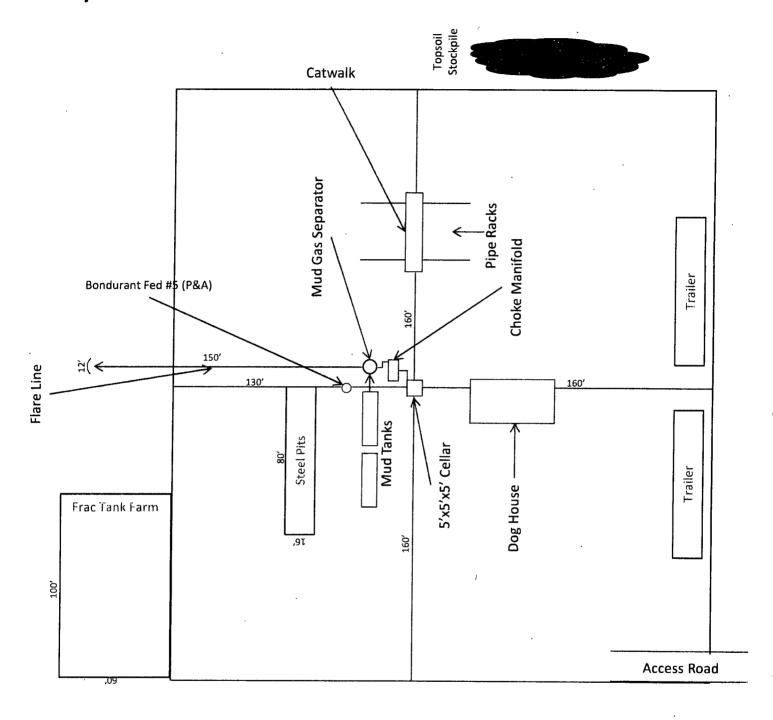
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

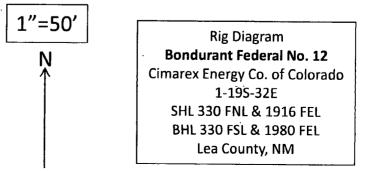
Approved By

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 BLM Carlsbad Field 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.





JUL 28 2011

PECOS DISTRICT CONDITIONS OF APPROVAL

RECEIVED

OPERATOR'S NAME:	CIMAREX ENERGY CO. OF COLORADO
LEASE NO.:	NM12568A
WELL NAME & NO.:	BONDURANT 1 FEDERAL NO. 12
SURFACE HOLE FOOTAGE:	0330' FNL & 1916' FEL
BOTTOM HOLE FOOTAGE	0330' FSL & 1980' FEL
LOCATION:	Section 1, T. 19 S., R. 32 E., NMPM
	Lea County, New Mexico

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Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

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Noxious Weeds
Special Requirements
Lesser Prairie-Chicken Timing Stipulations
Ground-level Abandoned Well Marker
⊠ Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
🔀 Production (Post Drilling)
Well Structures & Facilities
Interim Reclamation
Final Abandonment & Reclamation

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken: Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Hobbs Field Station at (575) 393-3612 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall stockpile the topsoil in a low profile manner in order to prevent wind/water erosion of the topsoil. The topsoil will be used for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation.

The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Containment Structures

The containment structure shall be constructed to hold the capacity of the entire contents of the largest tank, plus 24 hour production, unless more stringent protective requirements are deemed necessary by the Authorized Officer.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color Shale Green, Munsell Soil Color Chart # 5Y 4/2

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

X. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909):

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Seed Mixture for LPC Sand/Shinnery Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	31 b s/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	11bs/A

^{*}Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed