Form 316	0-5
(August 2	(107)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD	HORBS OCD
	HORD2 OGB

FORM APPROVED OMB NO. 1004-0135 Expires July 31, 2010

Lease Serial No NMNM0392082A

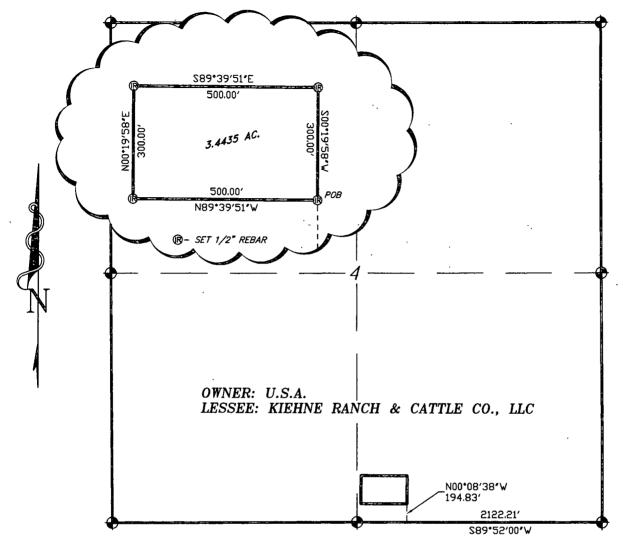
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SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

SUBMIT IN TRIPLICATE - Other instructions on reverse side.				Agreement, Name and/or N
Type of Well  ☑ Oil Well ☐ Gas Well ☐ Ot	8. Well Name and HALLERTEA			
Name of Operator CIMAREX ENERGY CO. OF	9. API Well No 30-025 <u>-090</u> 0	96		
Address 600 N MARIENFELD ST STE MIDLAND, TX 79701		3b. Phone No (include area cod Ph: 432-620-1932 Fx: 432-620-1940	e) 10 Field and Poo	NG; WILDCAT
Location of Well (Footage, Sec., 1) Sec. T26S R32E	T, R, M, or Survey Descriptio	on)	11 County or Par LEA COUN	
12. CHECK APP	ROPRIATE BOX(ES) T	O INDICATE NATURE OF	NOTICE, REPORT, OR OT	HER DATA
TYPE OF SUBMISSION		TYPE O	F ACTION.	
	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back	☐ Production (Start/Resume ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☐ Water Disposal	Water Shut-O  □ Well Integrity  ☑ Other
Cimarex proposes to construct shown on attached plat and to area. Pit floor will be lined with be fenced with a 5 wire barb wit	ppo. Pit will service the H h Geofoam or caliche to	lallertau 4&5 Fed wells and ot	hers in the	•
utilized along existing roads to When drilling has ceased in th	ne Spring completions in a fill the pit and transport	the area. Fast lines from water	er haulers will be	
utilized along existing roads to When drilling has ceased in th specifications.	ne Spring completions in ofill the pit and transport oe area, pit area will be re	the area. Fast lines from wate fresh water to the wells for fra eclaimed, contoured, and rese ate cover.	er haulers will be	
service Cimarex Operated Boutilized along existing roads to When drilling has ceased in the specifications.  MOA contribution for well pad  Thereby certify that the foregoing is	true and correct	the area. Fast lines from water fresh water to the wells for fra calaimed, contoured, and reserved ate cover.	er haulers will be cing. eded per BLM SEE ATTACHED F CONDITIONS OF	
Thereby certify that the foregoing is	re spring completions in fill the pit and transport to area, pit area will be rewill be sent under separative and correct  true and correct  Electronic Submission #  For CIMAREX ENE	the area. Fast lines from water fresh water to the wells for fra eclaimed, contoured, and reserved atte cover.	er haulers will be cing. eded per BLM SEE ATTACHED F CONDITIONS OF	
Thereby certify that the foregoing is Name ( <i>Printed/Typed</i> ) BRETT JE	true and correct Electronic Submission # For CIMAREX ENE	the area. Fast lines from water fresh water to the wells for fra eclaimed, contoured, and reserved atte cover.	er haulers will be cing. eded per BLM  SEE ATTACHED F  CONDITIONS OF A  Il Information System at to the Hobbs  ATORY ANALYST	
with the contribution for well pad  Thereby certify that the foregoing is  Name (Printed/Typed) BRETT JE	true and correct Electronic Submission # For CIMAREX ENE	the area. Fast lines from water fresh water to the wells for fra eclaimed, contoured, and reserved at a cover.  121557 verified by the BLM Weer ERGY CO. OF COLORADO, see Title REGUL	er haulers will be cing. eded per BLM  SEE ATTACHED F  CONDITIONS OF A  II Information System of to the Hobbs  ATORY ANALYST	
with the certify that the foregoing is Service Climatex Operated Borutilized along existing roads to When drilling has ceased in the specifications.  MOA contribution for well pad  Thereby certify that the foregoing is Service (Printed/Typed) BRETT JE  Signature (Electronic S	true and correct Electronic Submission # For CIMAREX ENE	the area. Fast lines from water fresh water to the wells for fra eclaimed, contoured, and reserved at a cover.  121557 verified by the BLM Weer REGY CO. OF COLORADO, see Title REGUL	er haulers will be cing. eded per BLM  SEE ATTACHED F  CONDITIONS OF A  II Information System of to the Hobbs  ATORY ANALYST	
willized along existing roads to utilized along existing roads to When drilling has ceased in the specifications.  MOA contribution for well pad  Thereby certify that the foregoing is Name (Printed/Typed) BRETT JE	true and correct Electronic Submission # For CIMAREX ENE  NNINGS  Approval of this notice does itable title to those rights in the comparations are a correct.	the area. Fast lines from water fresh water to the wells for fra claimed, contoured, and reserved at a cover.  121557 verified by the BLM Wells from the REGUL Date 10/27/2  DR FEDERAL OR STATE  Title  Title  Title  Group warrant or esubject lease  Office  CA	er haulers will be cing. eded per BLM  SEE ATTACHED F  CONDITIONS OF A  Il Information System at to the Hobbs  ATORY ANALYST  OFFICE USE  RLSBAD FIELD OF	APPROVAL    SILITIE

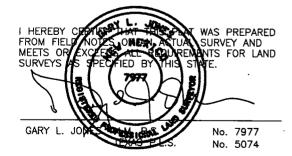
# SECTION 4, TOWNSHIP 26 SOUTH, RANGE 32 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.



# LEGAL DESCRIPTION

A TRACT OF LAND LOCATED IN SECTION 4, TOWNSHIP 26 SOUTH, RANGE 32 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT WHICH LIES S.89°52'00"W., 2122.21 FEET AND N.00°08'38"W., 194.83 FEET FROM THE SOUTHEAST CORNER OF SAID SECTION 4; THENCE N.89°39'51"W., 500.00 FEET; THENCE N.00°19'58"E., 300.00 FEET; THENCE S.89°39'51"E., 500.00 FEET; THENCE S.00°19'58"W., 300.00 FEET TO THE POINT OF BEGINNING. SAID TRACT OF LAND CONTAINING 3.4435 ACRES, MORE OR LESS.



BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

 1000 0 1000 2000 FEET

#### CIMAREX ENERGY CO. OF COLORADO

REF: FRAC TRACT FOR THE HALLERTAU 4&5 FEDERAL WELLS

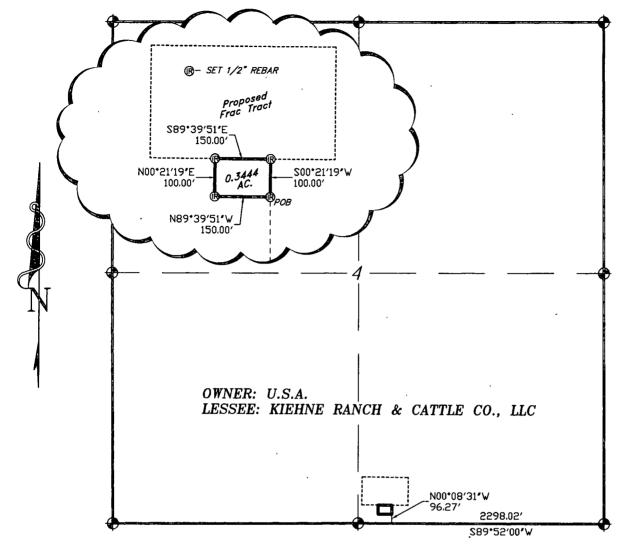
A TRACT OF LAND IN

SECTION 4, TOWNSHIP 26 SOUTH, RANGE 32 EAST,

N.M.P.M., LEA COUNTY, NEW MEXICO.

Survey Date: 09-26-2011 Sheet 1 of 2 Sheets

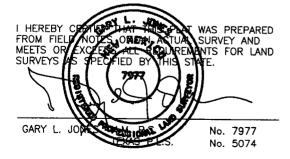
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# LEGAL DESCRIPTION

A TRACT OF LAND LOCATED IN SECTION 4, TOWNSHIP 26 SOUTH, RANGE 32 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT WHICH LIES S.89'52'00"W., 2298.02 FEET AND N.00'08'31"W., 96.27 FEET FROM THE SOUTHEAST CORNER OF SAID SECTION 4; THENCE N.89'39'51"W., 150.00 FEET; THENCE N.00'21'19"E., 100.00 FEET; THENCE S.89'39'51"E., 150.00 FEET; THENCE S.00'21'19"W., 100.00 FEET TO THE POINT OF BEGINNING. SAID TRACT OF LAND CONTAINING 0.3444 ACRES, MORE OR LESS.



BASIN SURVEYS P.O. BOX 17,86 - HOBBS, NEW MEXICO

 1000 0 1000 2000 FEET

## CIMAREX ENERGY CO. OF COLORADO

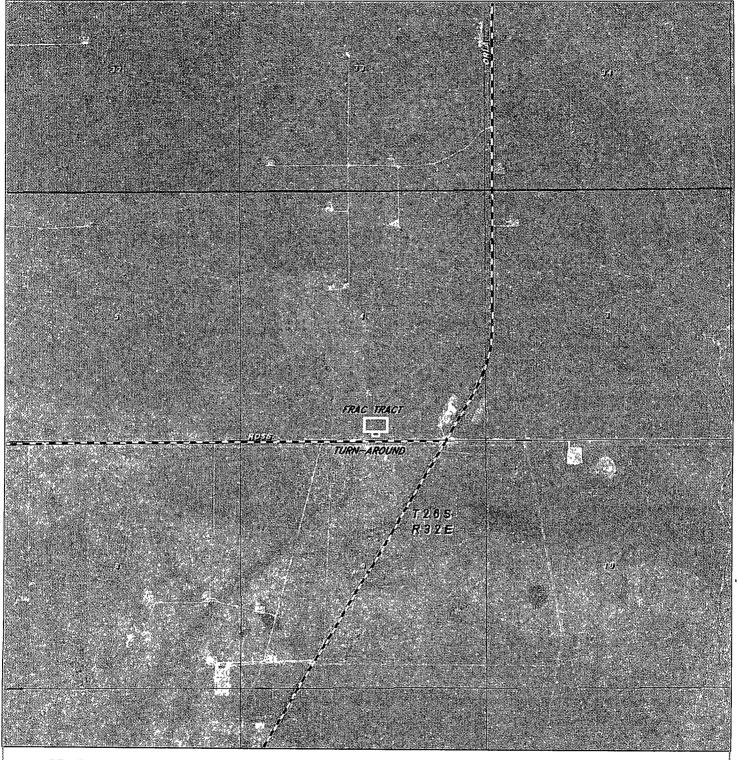
REF: TURNAROUND FOR THE HALLERTAU 4&5 FEDERAL WELLS FRAC TRACT

A TRACT OF LAND IN

SECTION 4, TOWNSHIP 26 SOUTH, RANGE 32 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.

N.M.P.M., LEA COUNTY, NEW MEXICO.

Survey Date: 09-26-2011 Sheet 2 of 2 Sheets



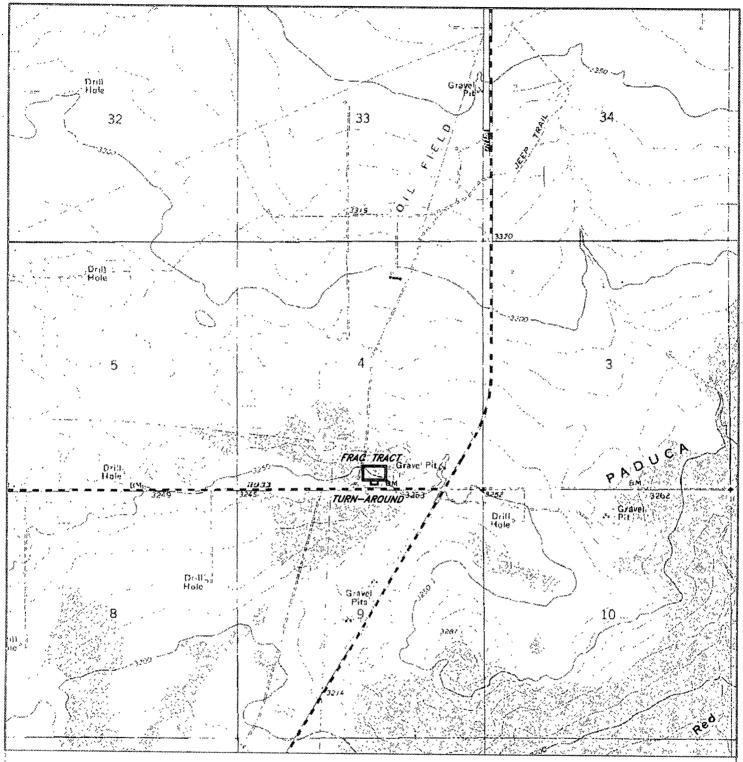
HALLERTAU 4&5 FED. WELLS FRAC TRACT & TURN-AROUND Section 4, Township 26 South, Range 32 East, N.M.P.M., Lea County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Habbs, New Mexico 88241 (575) 393-7316 — Office (575) 392-2206 — Fax basinsurveys.com W.O. Number: (JG - 25354

Scale: '" = 1000'

YELLOW TINT — USA LAND BLUE TINI — STATE LAND NATURAL COLOR — FEE LAND CIMAREX ENERGY CO. OF COLORADO



HALLERTAU 4&5 FED. WELLS FRAC TRACT & TURN-AROUND Section 4, Township 26 South, Range 32 East, N.M.P.M., Lea County, New Mexico.

W.O. Number:



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 - Office (575) 392-2205 - Fax basinsurveys.com

KUG 25354 28 2011 Scale: \* 7 - 2000\* Date: 10-03-2011

**CIMAREX** ENERGY CO. OF COLORADO

# BLM LEASE NUMBER: NM0392082A COMPANY NAME: Cimarex Energy Co of Colorado ASSOCIATED WELL NO. & NAME: Hallerteau 5 Fed 4

#### FRAC POND CONDITIONS OF APPROVAL

A copy of the Sundry Notice and attachments, including stipulations, survey plat and diagram, will be on location during construction. BLM personnel may request to see a copy of your permit during construction to ensure compliance with all conditions of approval.

Holder agrees to comply with the following conditions of approval to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this permit.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated.
- 3. Required Standard Conditions of Approval:
  - Contact the Supervisory Environmental Protection Specialist, Jim Amos, at 575-234-5909 at least 24 hours prior to starting construction.
  - The frac pond will only be authorized to contain freshwater and testing of water quality is required. Additives are not allowed without consent of the authorized officer.
  - If at any time the water in the frac pond becomes polluted with salts or other contaminants, use of the frac pond will cease and desist, and all liquids will be removed from the frac pond and disposed of properly.
  - Confine all construction and maintenance activity to the authorized area.
  - Temporary pipelines flowing from the frac pond to the target well will be laid along existing roadways unless an exception has been granted by the authorized officer.
  - Mineral materials extracted during construction of the frac pond will be stored onlocation and/or used for constructing the frac pond.
  - The frac pond will be lined.
  - The operator shall stockpile topsoil approximately 25 feet outside the bermed perimeter of the pond in a low profile manner, reasonably protected from wind and water erosion .

- Topsoil shall not be used for constructing the frac pond. The topsoil will be used for final reclamation purposes only.
- The frac pond shall be fenced on all sides.
- Install earthen erosion-control structures as are suitable for the specific terrain and soil conditions.
- The plastic lining will be removed prior to final abandonment
- Reclamation efforts will commence immediately after the frac pond is no longer needed for the purpose of completing wells.
- Within 3 months of completion of frac operations on associated wells, all earthwork and final reclamation must be completed. This includes reclaiming and/or removal of:

Any roads approved for use with the pond

Surface water lines

Tanks, pumps, fencing etc.

• Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

#### Requirements for Operations and Final Reclamation:

- 4. If, during any phase of the construction, operation, maintenance, or termination of the frac pond, any pollutant should be released from the contaminated frac pond, the control and total removal, disposal, and cleaning up of such pollutant, wherever found, shall be the responsibility of holder, regardless of fault.
- 5. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 6. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf shall be immediately reported to the Authorized Officer. Holder 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 will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

- 7. 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.
- 8. After all disturbed areas have been satisfactorily contoured and prepared for seeding the location needs to be revegetated with the seed mixture provided. Seeding may need to be repeated until revegetation is successful. Operators shall contact Jim Amos, Supervisor, Environmental Protection (575)234-5909, **prior** to beginning surface reclamation operations.

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9.	Seeding	is rec	uured:	Use	the	toll	OW1ng	seed	mix

( ) seed mixture 1	( ) seed mixture 3
(x) seed mixture 2	( ) seed mixture 4
( ) LPC mixture	( ) Aplomado Falcon mix

- 10. The topsoil to be stripped is approximately 6 inches in depth.
- 11. Special Stipulations:
- 12. Upon failure of holder to control, dispose of, or clean up such discharge, or to repair all damages resulting there-from, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

EA File #\_\_12-176\_\_\_\_

### BLM SERIAL #: NM-0392082A COMPANY REFERENCE: Cimarex Energy Co of Colorado WELL # & NAME: Hallerteau 5 Fed 4

Seed Mixture 2, for Sandy 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 1b/acre

Sand dropseed (Sporobolus cryptandrus) 1.0
Sand love grass (Eragrostis trichodes) 1.0
Plains bristlegrass (Setaria macrostachya) 2.0

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

<sup>\*</sup>Pounds of pure live seed: