

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*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**

OCD-HOBBS

HOBBS OCD

MAY 30 2017

RECEIVED

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC069276 ✓
2. Name of Operator ✓ CIMAREX ENERGY CO OF COLORADO Contact: DAVID A EYLER Email: DEYLER@MILAGRO-RES.COM		6. If Indian, Allottee or Tribe Name
3a. Address 600 N. MARIENFELD, SUITE 600 MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 432-687-3033	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) ✓ Sec 29 T18S R33E SWSE 560FSL 1880FEL ✓		8. Well Name and No. HUDSON 31 FEDERAL 006 ✓
		9. API Well No. 30-025-31402 ✓
		10. Field and Pool or Exploratory Area BUFFALO QUEEN
		11. County or Parish, State LEA COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Aban
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal

INT TO PA *pm-x*  
P&A NR \_\_\_\_\_  
P&A R \_\_\_\_\_

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 recomplate 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) SET 4-1/2" CIBP @ 4,350'; PUMP 25 SXS.CMT. @ 4,350'-4,100'; CIRC. WELL.
  - 2) PUMP 70 SXS.CMT. @ 3,362'-2,716'(T/YATES,B/SALT); WOC X TAG CMT. PLUG.
  - 3) PUMP 25 SXS.CMT. @ 1,421'-1,311'(T/ANHY.); WOC X TAG CMT. PLUG.
  - 4) PERF. X ATTEMPT TO SQZ. 40 SXS.CMT. @ 478'-378'(8-5/8"CSG.SHOE); WOC X TAG.
  - 5) PERF. X CIRC. TO SURF., FILLING ALL ANNULI, 35 SXS.CMT. @ 100'-3'.
  - 6) DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; VERIFY CMT. TO SURF. ON ALL ANNULI; WELD ON STEEL PLATE TO CSGS. X INSTALL GROUND LEVEL DRY HOLE MARKER.
- DURING THIS PROCEDURE WE PLAN TO USE THE CLOSED-LOOP SYSTEM W/ A STEEL TANK AND HAUL CONTENTS TO THE REQUIRED DISPOSAL, PER OCD RULE 19.15.17.

**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct. Electronic Submission #372904 verified by the BLM Well Information System For CIMAREX ENERGY CO OF COLORADO, sent to the Hobbs Committed to AFMSS for processing by DEBORAH MCKINNEY on 04/18/2017 ()	
Name (Printed/Typed) DAVID A EYLER	Title AGENT
Signature (Electronic Submission)	Date 04/13/2017
<b>THIS SPACE FOR FEDERAL OR STATE OFFICE USE</b>	
Approved By _____	Title _____ Date MAY 16, 2017
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 <b>BUREAU OF LAND MANAGEMENT CANNONVILLE FIELD OFFICE</b>
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 any statement or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.	

(Instructions on page 2)

**\*\*FOR RECORD ONLY\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***  
*MW/OCD 05/30/2017*



KB - 8' above GL

Cimarex Energy Co. of Colorado

Hudson 31 Federal 6

560' FSL & 1,880' FEL

API: 30-025-31402 Property: 309563-005.01

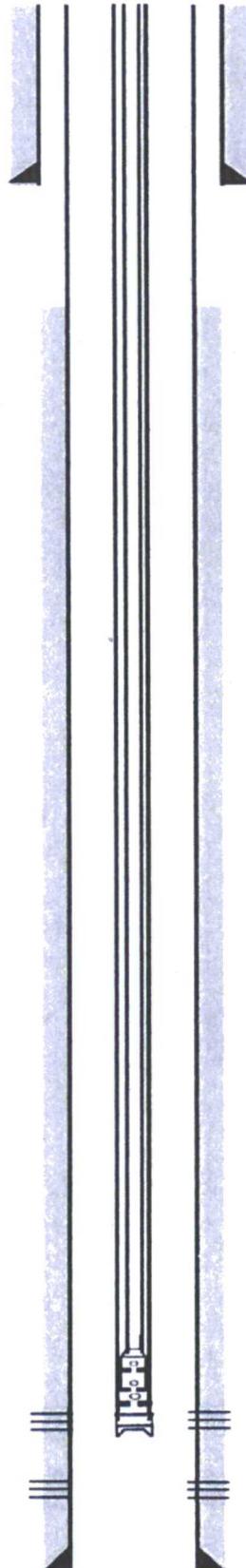
Sec. 29, T-18-S, R-33-E, Lea Co., NM

S.Hanford

10/20/2016

8-5/8" 24# J-55 STC @ 428'; cmtd w/250  
sx to surface

TOC @ Unknown



Perfd 4,422'-4,443' w/2 JSPF - 8 holes

4-1/2" 11.6# J-55 LTC @ 4,550'; cmtd  
w/1,350sx 1 stage. TOC @ Unknown

PBTD @ 4,529'

TD @ 4,580'

# CIMAREX

Cimarex Energy Co. of Colorado

Hudson 31 Federal 6

560' FSL & 1,880' FEL

API: 30-025-31402 Property: 309563-005.01

Sec. 29, T-18-S, R-33-E, Lea Co., NM

S. Hanford

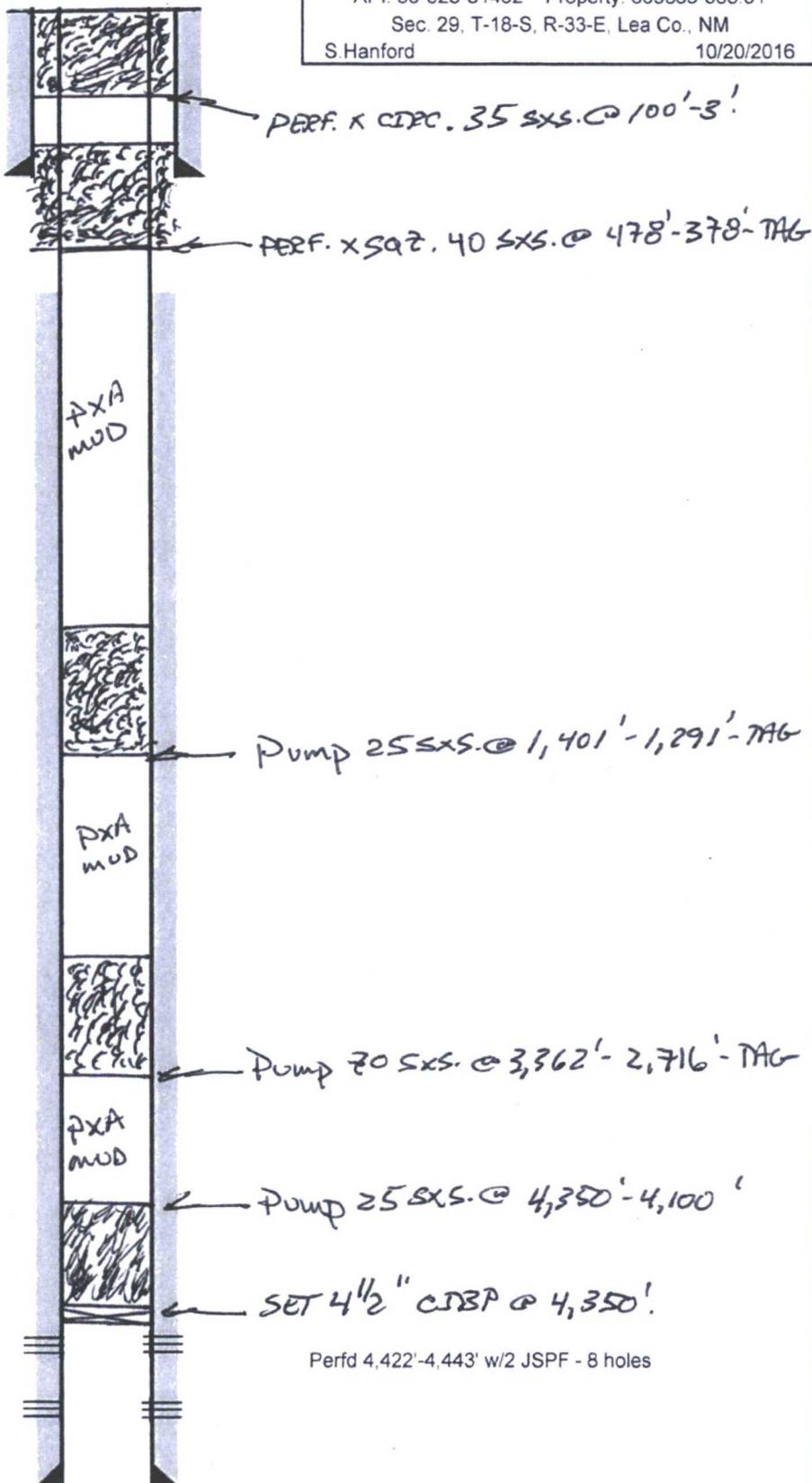
10/20/2016

8-5/8" 24# J-55 STC @ 428'; cmtd w/250  
sx to surface

TOC @ Unknown

T/ANHY ~ 1,366'  
B/SALT ~ 2,766'  
T/YATES ~ 3,312'  
T/QN. ~ 4,168'  
T/PROS. ~ 4,386'

KB - 8' above GL



4-1/2" 11.6# J-55 LTC @ 4,550'; cmtd  
w/1,350sx 1 stage. TOC @ Unknown

PBTD @ 4,529'

TD @ 4,580'

DAE 04109/17

## Conditions of Approval

**Cimarex Energy Co. of Colorado**  
**HUDSON 31 FEDERAL-6, API 3002531402**  
**T18S-R33E,29.560s1880e**  
**May 17, 2017**

- 1. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location during this workover operation.**
2. Due to being within the Lesser Prairie Chicken habitat, this workover activity will be restricted to the hours of 9:00am through 3:00am for the period of March 1 through June 15.
3. Subject to like approval by the New Mexico Oil Conservation Division.
4. Notify 575-393-3612 Lea Co as work begins. Plugging procedures are to be witnessed. If there is no response leave a voice mail with the API#, workover purpose, and a call back phone number.
5. Surface disturbance beyond the existing pad must have prior approval.
6. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
7. Functional H<sub>2</sub>S monitoring equipment shall be on location.
8. 2000 (2M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (hand wheels) equipment shall be installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) shall be employed when needed for reasonable well control requirements.
9. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during any other crew-intensive operations.
10. The BLM PET witness is to run tbg tally and agree to cement volumes and placement. Sample each plug for cement curing time and tag and/or pressure test as requested by BLM PET witness.
- 11. Cementing procedure is subject to the next three numbered paragraphs.**
12. Mix cement plugs to cover a minimum of 100ft plus 10ft for every 1,000ft to the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A cement plug set at 8000 in 7" casing would require a min of 35sx. A 25sx plug in 5 ½" casing should cover 250ft, which may exceed 100ft plus 10ft per 1000ft.
13. Class H > 7500ft & C < 7500ft) cement plugs(s) will be necessary. For any plug that requires a tag or pressure test a minimum WOC time of 4 hours(C) & 8 hours(H) is recommended. Formation isolation plugs of Class "C" to be mixed 14.8#/gal, 1.32 ft<sup>3</sup>/sx, 6.3gal/sx water and "H" to be mixed 16.4#/gal, 1.06ft<sup>3</sup>/sx, 4.3gal/sx water.

14. Minimum requirement for mud placed between plugs is 25 sacks of salt water gel per 100 barrels in 9 lb/gal brine.
15. File subsequent sundry Form 3160-5 within 30 days of workover procedures. Submit the (BLM Form 3160-5 subsequent report (daily reports) via BLM's Well Information System; <https://www.blm.gov/wispermits/wis/SP> (email [pswartz@blm.gov](mailto:pswartz@blm.gov) for operator setup instructions). Include (dated daily) descriptions of the well work, ie. procedure descriptions and setting depths of each plug in the subsequent sundry.
16. Wellbore plugging is to be accomplished within 90 days of approval.

### **Requirements for ground level dry hole markers**

#### **Well Identification Markers**

The BLM Carlsbad Field Office (CFO) Conditions of Approval (COA) Requires that ground level dry hole markers placed on well within the Lesser Prairie Chicken habitat area. The dry hole markers will be to the following specifications. The operator will construct the markers as follows:

An 8 inch X 8 inch steel plate 1/8 to 3/16 of an inch thick is to be placed on the old dry hole marker stand pipe 2 inches from ground level, in the Lesser Prairie Chicken habitat area.

1. Steel plate may be welded or bolted approximately 2 inches from ground level on the stand pipes. If plates are bolted to the stand pipe, the person installing the plate will be required to weld a pipe collar on the plate and place a minimum of two set screws/bolt on each collar. Aluminum data plates may be bolted with minimum 1/4 inch bolt and locking nuts or self tapping fine threaded screws. A minimum of one in each corner is to be installed on each plate.
2. An 8 inch x 8 inch aluminum plate, which is 12 gauge or .080 sign material (1/8 inch aluminum plate may be used in place of the .080 plate) with the required information for that well stamped or engraved in a minimum 3/8 inch tall letter or number.
3. The following information will be stamped or engraved on the 8 inch X 8 inch aluminum plate in the following order.
  - a. First row: Operators name
  - b. Second row: Well name and number
  - c. Third row: Legal location to include 1/4 1/4, Section, Township, and range. If the legal location cannot be placed on one row it can be split into two rows with the 1/4 1/4 (example: 1980 FNL 1980 FWL) being on the top row.

NMOCD Order No. R-12965 also required the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a ground level dry hole marker was installed as required in the COA's from the BLM.

### **Reclamation Objectives and Procedures**

**Reclamation Objective:** At final abandonment, well locations, production facilities, and access roads must undergo “final” reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its pre-disturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as needed. This will apply to well pads, facilities, and access roads. Barricade all access road(s) at the starting point. If reserve pits have not been adequately reclaimed due to salts or other contaminants, propose a plan for BLM approval to provide restoration of the pit area.

1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations should have included adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
2. For locations and/or access roads not having an approved plan, or an inadequate plan for surface reclamation the operator must submit a proposal describing the procedures for reclamation. The appropriate time for submittal would be when filing the Notice of Intent, or with the Subsequent Sundry Report of Abandonment on Form 3160-5. The final reclamation goal is to be completed within 6 months of wellbore abandonment.
3. With an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It may be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives.
4. Upon reclamation conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a BLM specialist to inspect the location to verify work was completed as per approved plans.
5. The BLM approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been tentatively reestablished. If the objectives have not been met BLM will be notify the operator of the required corrective actions.

6. It is the responsibility of the operator to monitor these locations and/or access roads until such time the full BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the full BLM objectives have been met, submit a Final Abandonment Notice (FAN) Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
7. At this time a BLM specialist will again inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability for the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos  
Supervisory Environmental Protection Specialist  
575-234-5909, 575-361-2648 (Cell)

Robertson, Jeffery  
Natural Resource Specialist  
575-234-2230, 575-706-1920 (Cell)

Trishia Bad Bear  
Natural Resource Specialist  
575-393-3612, 575-390-2258 (Cell)

Vance Wolf  
Natural Resource Specialist  
575-234-5979

Jesse Bassett  
Natural Resource Specialist  
575-234-5913, 575-499-5114 (Cell)

Brooke Wilson  
Natural Resource Specialist  
575-234-6237

Paul Murphy  
Natural Resource Specialist  
757-234-5975, 575-885-9264 (Cell)

Arthur Arias  
Environmental Protection Specialist  
575-234-6230, 575-499-3378 (Cell)

Henryetta Price  
Environmental Protection Specialist  
575-234-5951, 575-706-2780 (Cell)

Shelly Tucker  
Environmental Protection Specialist  
575-234-5905, 575-361-0084 (Cell)