District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-144

June 1, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.
For downstream facilities, submit to Santa Fe office

Pit or Below-Grade	Tank Regi	<u>istration or</u>	· Closure
Is pit or below-grade tank co	vered by a "ge	neral plan"? Y	es. No 🖂

Type of action: Registration of a pit or below-grade tank 🛛 Closure of a pit or below-grade tank 🔲 972-401-3111 e-mail address: zfarris@cimarex.com_ Telephone: Operator:___ Cimarex Energy Co. of Colorado PO Box 140907; Irving, TX 75014-0907 Facility or well name: Laguna Deep Unit No 19 API #: 30-025-Sec 103° 37' 23.51 W NAD: 1927 ☐ 1983 ⊠ Latitude 32° 36' 43.63 N Longitude Lea Surface Owner: Federal ☐ State ☒ Private ☐ Indian ☐ Pit Below-grade tank Volume: ____bbl Type of fluid: _____ Type: Drilling \(\subseteq \text{Production} \subseteq \subseteq \text{Disposal} \subseteq \) Workover Emergency Construction material: Lined M Unlined Double-walled, with leak detection? Yes If not, explain why not. Liner type: Synthetic

☐ Thickness 12 mil Clay ☐ Pit Volume_____bbl closed system, cuttings buried Depth to ground water (vertical distance from bottom of pit to seasonal Less than 50 feet (20 points) high water elevation of ground water.) 50 feet or more, but less than 100 feet (10 points) 100 feet or more (0 points) Yes (20 points) Wellhead protection area: (Less than 200 feet from a private domestic No (0 points) water source, or less than 1000 feet from all other water sources.) Less than 200 feet (20 points) Distance to surface water: (horizontal distance to all wetlands, playas, 200 feet or more, but less than 1000 feet (10 points) irrigation canals, ditches, and perennial and ephemeral watercourses.) 1000 feet or more (0 points) Ranking Score (Total Points) If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if your are burying in place) onsite [offsite [If offsite, name of facility_ . (3) Attach a general description of remedial action taken including remediation start date and end date (4) Groundwater encountered: No 🗌 Yes 🔲 If yes, show depth below ground surface ______ft. and attach sample results. (5) Attach soil samplé results and a diagram of sample locations and excavations. Additional Comments: I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines 🗵, a general permit 🗌, or an (attached) alternative OCD-approved plan 🔲. Date: 12.05.07 Printed Name/Title Zeno Farris - Manager Operations Administration Signature Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations. Approval:

Printed Name/Title CHRIS WILLIAM S/DIST. SUN Signature Chris William Date: 12/12/07

DISTRICT I 1625 N. French Dr., Hobbs, NM 68240 DISTRICT II 1301 W. Grand Atenue, Artesia, NM 85210

State of New Mexico Energy, Minerals and Natural Resources Department Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, New Mexico 07505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025-3	8632 Pool Code 2260	Pool Name Apache Ridge; Bone S	pring
Property Code 3 00523		Property Name LAGUNA DEEP UNIT	
ogrid no. 162683	•	Operator Name CIMAREX ENERGY CO. OF COLORADO	

Surface Location

1	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	М	36	19 S	33 E		985	SOUTH	660	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No	Section	Township	Range	Lot Idn	Feel from the	North/South line	Feet from the	East/West line	County
Dedicated Ac	res Joint	or Infill	Consolidation (ode Or	ier No.		Tamada medikan mengengan penduan meli disakh timba terbah terbah		
40			U						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

ON A NON-STANDAR	UNIT HAS BEEN APPROVED BY THE DIVISION
	OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased interest in the land including the proposed bottom hole location pursuant to a contract unth an owner of such a mineral or working interest, or to a voluntary pooling agreement or a computary pooling agreement or a computary pooling arter heretofore entered by the division
	Zeno Farris Zeno Farris Printed Name SURVEYOR CERTIFICATION
No Potash Leases	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervisor, and that the same is true and correct to the best of my belief NOVEMBER 27 2007 Date Surveyed.
Laguna Deep Unit #19 SURFACE LOCATION Lot - N32*36*43.63" Long - W103*37*23.51" NMSPCE - N 587150.3 E 759998.6 (NAD-83)	Signatury & Fact Sirveyor Professions Surveyor A Certificate No. Gary L. Janes 7977 Basin Surveys

BLM approves federal wells in potash area so we do not have to worry about this.

STATE & FEE LEASES

Post to map and if within the potash area outlined on map or within 1 mile of that area do the following:

- Make certain operator has filed a plat of the area showing the potash lessees for the area where the well is located as well as the 1-mile radius referred to.
- 2) Make certain operator has notified all of the potash lessees by certified mail of the APD. They must send copy of delivery notice to us since 20-day waiting period starts from delivery date.
- Send letter to BLM and SLO advising them of this APD and request they advise if this location is within LMR or buffer zone.

BUFFER ZONE -- shallow well is 1/4 mile of LMR -- deep well is 1/2 mile of LMR

- 4) If application is within LMR or buffer zone you must <u>DENY</u> it under R-III-P unless, there is a mutual agreement of lessor and lessees of oil & gas and potash interests. Copy of this agreement must be submitted with APD.
 - 5) If application is outside LMR or buffer zone and no objection is received within 20 days from date of receipt by potash lessees of certified notice, the APD may be approved.

30-025-38631 CHECK LIST FOR PROCESSING APD IN POTASH AREA morey Energy Co of Colorado LEASE & WELL Lagura Deep Unit LOCATION 36-195-33e. 985/5 9 660/0 PROPOSED DEPTH 10.400' DATE APD RECEIVED 12 WAS PLAT OF AREA ATTACHED WERE ALL POTASH LESSEES NOTIFIED BY CERTIFIED MAIL? 20-DAY WAITING PERIOD BEGINS _____ ENDS ____ WERE WAIVERS RECEIVED? DATE SLO NOTIFIED 12 D7 DATE REPLY RECEIVED 12 16/07 DATE REPLY RECEIVED 12/18/07 NO DATE BLM NOTIFIED 1-2 IS LOCATION INSIDE LMR OR BUFFER ZONE? IF LOCATION INSIDE LMR OR BUFFER ZONE WAS LESSEE/LESSOR AGREEMENT FURNISHED DATE APD APPROVED DATE APD DENIED_____



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop Cabinet Secretary

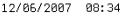
Mark E. Fesmire, P.E. Director Oil Conservation Division

BUREAU OF LAND MANAGEMENT ATT: Potash PO Box 1778 Carlsbad, NM 88221

STATE LAND OFFICE ATT: Joe Mraz P O Box 1148 Santa Fe, NM 87504

RE:	APPLICATION FOR PERMIT TO DRILL IN POTASH AREA
	OPERATOR (imanex Energy (of Colorado
	LEASENAME Laguna Deep Unit 19-17)
	PROPOSED LOCATION 36-195-33e, 985/5 \$ 660/2
	PROPOSED DEPTH
Gentler	nen:
Pursua:	plication for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. It is within to the provisions of Oil Conservation Division Order R = 111 = P, please advise this office whether the location is within to the provisions of Oil Conservation Division Order R = 111 = P, please advise the office whether it is within the buffer blished Life-of-Mine-Reserve are filed with and approved by your office. If not, please advise whether it is within the buffer stablished by the order.
	59 W112/3/2
Thank	you for your assistance. Please return as soon as possible.
Very t	you for your assistance. Please return as soon as possible. ruly yours, ONSERVATION DIVISION Received Hobbs
OILC	ONSERVATION DIVISION (7 Received 5 Hobbs 000 A)
ماسام	
	Williams wisor, District I
RESP	ONSE:
	bove-referenced location is in LMR (year)YesNo_X 12-6-07
The a	bove referenced location is within the Bullet 2000
Signe	
Print	ed Signature Lung I. Ruftral
Repr	esenting

APPLICATION FOR PERMIT TO DRILL IN POTASH AREA





NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Sceretary

RE:

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

BUREAU OF LAND MANAGEMENT ATT: Potash P O Box 1778 Carlsbad, NM 88221

PROPOSED LOCATION

STATE LAND OFFICE ATT: Joe Mraz. P O Box 1148 Santa Fe, NM 87504

PROPOSED DEPTH 1D, 400	
Gentlemen:	
The application for permit to drill identified above has been filed with Pursuant to the provisions of Oil Conservation Division Order R - 111 an established Life-of-Mine-Reserve are filed with and approved by yearne established by the order.	- P, please advise this office whether the location is within
Thank you for your assistance. Please return as soon as possible.	7 Dro Dro
Very truly yours,	
OIL CONSERVATION DIVISION	$ \begin{array}{c c} I & Received & 31 \end{array} $
Chris Williams Supervisor, District I	100
RESPONSE:	177324252625
The above-referenced location is in LMR (2007 year)	YesNoX
The above referenced location is within the Buffer Zone-	YesNo
Signed	Date 12/7/2007
Printed Signature JAMES KUTZEY	
Representing CFO - DOI - BLM	