UNITED STATES Form 3169-5 (September 2001) DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0135 Expires January 31, 2004

BUREAU OF I	LAND MANAGEMENT CCD HO		
JUN 02 ZGUNDRY NOTICES	AND PEDOPTS ON WELLS	5. Lease Serial No.	
▼ **	proposals to drill or to re-enter an m 3160-3 (APD) for such proposals.	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE -	Other instructions on reverse side	7. If Unit or CA/Agreement, Name and/or No. NM 71014 A	
1. Type of Well Oil Well X Gas Well Other 2. Name of Operator		8. Well Name and No. PIPELINE DEEP #004	
CIMAREX ENERGY CO. OF COLORADO	ATIN: ZENO FARRIS	FEDERAL UNIT	
3a. Address	3b. Phone No. (include area code	9. API Well No.	
600 N. MARIENFELD, SUITE 707, MIDLA	ND, TEXAS 79701 (432) 571-7800	30–025–25913 10. Field and Pool, or Exploratøry Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey I		QUAIL RIDGE NORTH	
UNIT LETTER N 1,980' FWL & 600' FSL SEC. 06, T-19S, R-34E 12. CHECK APPROPRIATE	BOX(ES) TO INDICATE NATURE OF NOTICE	11. County or Parish, State IEA COUNTY N.M. TE REPORT OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
X Notice of Intent Subsequent Report	Acidize Deepen	Production (Start/Resume) Water Shut-Off Reclamation Well Integrity	
Final Abandonment Notice	Casing Repair New Construction Change Plans X Plug and Abandon Convert to Injection Plug Back	Recomplete Other Temporarily Abandon Water Disposal	
If the proposal is to deepen directionally or recomp Attach the Bond under which the work will be per following completion of the involved operations. I testing has been completed. Final Abandonment N determined that the final site is ready for final inspec		nd true vertical depths of all pertinent markers and zones. Required subsequent reports shall be filed within 30 days tion in a new interval, a Form 3160-4 shall be filed once reclamation, have been completed, and the operator has	
· · · · · · · · · · · · · · · · · · ·	. WELL W/ PXA MUD; MIX X PUMP A 25 SX.	· · · · · · · · · · · · · · · · · · ·	
3) CUT X ATTEMPT TO PULL 5-1/2" O	@ 7,654'-7,454'(T/B.S.); WOC X TAG TOP	or cmr. Plug.	
	; @ 5,250'-5,015'(5-1/2"CSG.STUB, 8-5/8"	"CSC SHOE X T/S A 1 · WOC X TAG	
5) MIX X PUMP A 35 SX. OMT. PLUG		COS.CICE A 1/O.A./, NO A IAS.	
	@ 3,110'-3,010' (B/SALT); WOC X TAG TOP	OF OMT. PLUG.	
	@ 1,930'-1,830'(T/SALT); WOC X TAG TOP		
	@ 400'-255'(B/FW X 13-3/8" CSG.SHOE).		
9) MIX X CIRC. TO SURFACE A 20 SX		·	
10) DIG OUT X OUT OFF WELLHEAD 3.	B.G.L.; WELD ON STEEL PLATE TO CASING 2	K INSTALL DRY HOLE MARKER.	
RECLAMATION PROCEDUR	E SEE ATTACE	HED FOR	

ATTACHED

CONDITIONS OF APPROVAL

14. 1 hereby certify that the foregoing is true and correct Name (Printed/Typed)	Title		
DAVID A. EYLER (AGENT		
Dan A CQ	Date 04/12/1 0	ADDDOVED	
THIS SPACE FOR FEDERA	AL OR STATE OF	FICE USE I NUVEU	
Approved by 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Title	Date Date	
Conditions of approval, if any are attached. Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	ease	/s/Dustin Winkler	
Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for	any person knowingly a	and MARGALL OF ALANDAMANAGEMENT agency CARLSBAD FIELD OFFICE	of the United

CIMAREX ENERGY PIPELINE DEEP UNIT #4 SPUDDED 10/5/78 API: 30-025-25913 U/L N **CURRENT CONDITION--TA** J Piwetz 10/17/2006 KB: 3801' (19' AGL) 660' FSL & 1980' FWL DF: Unit N, Sec 6, T19S, R34E GL: 3782' Lea County, NM Quail Ridge, Morrow 13 3/8" 48#, H-40, STC @308'. TOC @ surface. 8 5/8" 24# & 32#, N80, S80 & K-55, STC landed @ 5200' cmtd w/2800 sx TOC = 7150' TOC @ surface. TOC = 7060' (4/17/07 GR/CBL/CCL) Sqz csg leak 7042-7104' (11/95) 5/30/07: Sqz 'd perfs leaking 350# in 5 min. Leak above perfs 6541-72' Bone Springs Perfs: 6/2/07: Nearburg set CICR @ 8850'. 9158-9165' w/2 SPF, sqz'd 6/2/07 Sqz'd w/125 sx, did not see a sqz. Re-perf 9158-9165' w/4 SPF (28 h), 6/8/07 Had good cmt through perfs 9158-80'. 9174-9180' w/2 SPF, sqz'd 6/2/07 Re-perfed 9158-80' 6/2/07. Re-perf 9174-9180' w/4 SPF (24 h), 6/8/07 CIBP @ 9335' capped w/ 20' Cmt 9838-9852' 9974-9980' (25 holes) 25 sx "H" 10,938'-10486' 25 sx "H" 12,992-12,765' Morrow Perfs: Baker LokSet packer @ 12996 13065'-105' (17 holes) 13144'-1149' 13190-245' (12 holes) 5 1/2" 17#, N-80 & S-95LT&C & Buttress Set @ 13,450' Cemented w/1500 sacks "H" + additives TD = 13,450PBTD = 9315' TOC = 7150' Revised 7/9/07, LDL

Pipeline Deep Federal Unit #004 30-025-25913 Cimarex Energy Co. of Colorado May 19, 2010 Conditions of Approval

H2S monitoring equipment to be on location.

- 1. OK Perfs
- 2. OK Bone Spring
- 3. OK
- 4. OK Shoe / Stub
- 5. Top of plug should be at 3175' or shallower, otherwise OK Yates
- 6. Tag at 2980' or shallower, otherwise OK Base of Salt
- 7. Tag at 1810' or shallower, otherwise OK Top of Salt
- 8. OK Shoe
- 9. OK Surface
- 10. Verify cement to surface in all annuluses, otherwise OK
- 11. Submit subsequent report to the BLM after work is complete.

See attached general plugging COA and reclamation procedures

REMINDER: Before and AFTER wellbore schematic to be attached to ALL four copies of the sundry submitted to the BLM.

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 – **Requirements attached.** For more installation details, contact the Carlsbad Field Office at 575-234-5972.

MAK & DHW 051910

Requirements for ground level dry hole markers <u>Well Identification Markers</u> Conditions of Approval (COA)

The BLM Carlsbad Field Office (CFO) Conditions of Approval (COA) Requires that ground level dry hole markers be 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:

- 1. 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.
- 2. 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 ¼ 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.
- 3. 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.
- 4. 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 ¼ ¼, Section, Township, and range. If the legal location cannot be placed on one row it can be split into two rows with the ¼ ¼ (example: 1980 FNL 1980 FWL) being on the top row.
 - d. Fourth row: Lease Number and API number.
 - i. Example marker plate: (attached)

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.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- .5. Cement Requirement: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in a cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Any plug that requires a tag will have a minimum WOC time of 4 hours.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

- 6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). **The BLM is to be notified when the wellhead is cut off to verify that cement is to surface in the casing and all annuluses.** The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash</u>: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation procedure.

DHW 112309



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Interim Reclamation Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. 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.

Interim reclamation consists of minimizing the footprint of disturbance by reclaiming all portions of the well site not needed for production operations. The portions of the cleared well site not needed for operational and safety purposes are recontoured to a final or intermediate contour that blends with the surrounding topography as much as possible. Sufficient level area remains for setup of a workover rig and to park equipment. Topsoil is respread over areas not needed for all-weather operations. Production facilities should be clustered to maximize the opportunity for interim reclamation. In order to inspect and 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. This is generally acceptable provided damage is repaired and reclaimed following use.

To reduce final reclamation costs; maintain healthy, biologically active topsoil; and to minimize habitat, visual, and forage loss during the life of the well, all salvaged topsoil should be spread over the area of interim reclamation, rather than stockpiled.

- 1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations must include 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 wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). Interim reclamation is to be completed within 6 months of well completion.

- 3. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with interim reclamation as per approved APD or Sundry Notice. If you have issues or concerns, contact a BLM specialist to assist you. It would 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. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.
- 4. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 5. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met.

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)

Terry Gregston Environmental Protection Specialist 575-234-5958

Bobby Ballard Environmental Protection Specialist 575-234-2230

Randy Rust Environmental Protection Specialist 575-234-5943

Linda Denniston Environmental Protection Specialist 575-234-5974

Jennifer Van Curen Environmental Protection Specialist 575-234-5905

Justin Frye Environmental Protection Specialist 575-234-5922 Cody Layton Natural Resource Specialist 575-234-5959

Trishia Bad Bear Natural Resource Specialist 575-393-3612

Todd Suter Surface Protection Specialist 575-234-5987

Doug Hoag Civil Engineering Technician 575-234-5979