

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

FEB - 9 2010

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

NMOC D ARTESIA

WELL API NO.
30-015-05668

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
E-10001

7. Lease Name or Unit Agreement Name:
NEW MEXICO "Y" STATE

8. Well Number
003

9. OGRID Number

10. Pool name or Wildcat
SHUGART (Y, SR, O, G)

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:

Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

CIMAREX ENERGY CO. OF COLORADO ATTN: ZENO FARRIS

3. Address of Operator

600 N. MARIENFELD, SUITE 600, MIDLAND, TEXAS 79701

4. Well Location

Unit Letter H : 1,650 feet from the NORTH line and 990 feet from the EAST line

Section 32 Township 18S Range 31E NMPM County EDDY

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,556' GL

Pit or Below-grade Tank Application ☐ or Closure ☒

Pit type STEEL Depth to Groundwater _____ Distance from nearest fresh water well _____ * Distance from nearest surface water _____ *

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material * NONE WITHIN 1,000'

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☒ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

Notice to NMOCD 24 hrs. prior to any work done.

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1) SET 2-7/8" CIBP @ 2,550'; DUMP BAIL 2 SXS. CMT. ON TOP OF CIBP @ 2,550'.

2) CUT X PULL 2-7/8" CASING @ +/-1900'.

* 3) MIX X PUMP A 50 SX. CMT. PLUG @ 1,900'-1,850' (B/SALT X CSG. CUT); WOC X TAG TOP OF CMT. PLUG.

* 4) MIX X PUMP A 70 SX. CMT. PLUG @ 965'-765' (T/SALT X 8-5/8" CSG. SHOE); WOC X TAG TOP OF CMT. PLUG.

* 5) MIX X CIRCULATE TO SURFACE A 25 SX. CMT. PLUG @ 63'-3'.

6) DIG OUT X CUT OFF WELL HEAD 3' B.G.L.; WELD ON STEEL PLATE TO CSG. X INSTALL DRY HOLE MARKER.

* If Casing NOT Pulled, Perf. & Sur. - TACO

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any 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 ☐

SIGNATURE David A. Eyer TITLE AGENT DATE 02/02/10

Type or print name DAVID A. EYLER

E-mail address: DEYLER@MILAGRO-RES.COM

Telephone No. (432) 687.3033

For State Use Only

APPROVED BY [Signature] TITLE Approval Granted providing work DATE 2/15/2010

Conditions of Approval, if any:

is complete by 5/15/2010

(1STRING CSNG)

OPERATOR CIMAREX ENERGY Co. of COLORADO

LETTER H

WELL # 003

SECT 32 TWN

185 RNG ~~3/E~~

FROM 1650' N/S L

990' EWL

TD: 3.250

FORMATION @ TD

PBTD: 2.855

FORMATION @ PBTD

^a REQUIRED PLUGS DISTRICT I[illegible]

8-5/8"
@ 912'
TOC SURF.

5102
3/4" POPS.

2609'-36'

2760' - 85'

2-7/8"
@ 2,855'
TOC ~ 1,900'

TD 3,350'

DAE
02/02/10