State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

November 5, 2012

James Bruce Attorney at Law P.O. Box 1056 Santa Fe, New Mexico 87501 Jami Bailey Division Director Oil Conservation Division



Re: <u>Request for extension to commence the Drilling of Cimarex's First Well Pursuant to</u> <u>Division Order No. R-13588</u>

Dear Mr. Bruce:

The Oil Conservation Division (OCD) received your letter dated October 26, 2012, regarding the referenced subject on October 29, 2012. It is our understanding that Cimarx has encountered severe scaling problems in wells being drilled in this area, and is seeking a remedy before commencing the drilling of additional wells. The OCD has reviewed your request and hereby extends the date to commence the drilling of the first well under this Order to July 15, 2013..

If you have any question, please contact Richard Ezeanyim at (505)-476-3467

Sincerely;

Jami Bailey Director

Cc: Oil Conservation Division District II – Artesia

JB/re

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amesbruc@aol.com

October 26, 2012

Jami Bailey, Director Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Order No. R-13588/Cimarex Energy Co. of Colorado

Dear Ms. Bailey:

The above order, entered on July 17, 2012, requires that the first well under the order (the order pooled four 40-acre well units) be commenced by November 1, 2012. Cimarex has encountered severe scaling problems in wells being drilled in this area, and is seeking a remedy before commencing additional wells. Therefore, Cimarex requests an extension until July 15, 2013 to commence the first well under this order.

Very truly yours,

ames Bruce

Attorney for Cimarex Energy Co. of Colorado

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