Submit 1 Copy To Appropriate District Office	State of New Mexico		Form C	-103
<u>District I</u> – (575) 393-6161	Energy, Minerals and Natural F	Resources	Revised July 18.	, 2013
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283	OH CONORDUATION DE	MOTON	WELL API NO. 30-015-46502	
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	OIL CONSERVATION DI		5. Indicate Type of Lease	
1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Santa Fe, NM 87505	1	STATE FEE	
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe, NW 67303		6. State Oil & Gas Lease No.	
87505				
	ES AND REPORTS ON WELLS ALS TO DRILL OR TO DEEPEN OR PLUG BA	ACK TO A	7. Lease Name or Unit Agreement Na	.me
DIFFERENT RESERVOIR. USE "APPLICA	ATION FOR PERMIT" (FORM C-101) FOR SU		Crawford 27-26 Fee	
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well Other		8. Well Number 16H	
2. Name of Operator			9. OGRID Number	
Cimarex Energy Co.			215099	
3. Address of Operator 600 N. Marienfeld St., Suite 600	Midland, TX 79701		10. Pool name or Wildcat Willow Lake; Bone Spring, West (96)	3415)
4. Well Location	7,		vviiiovi Lake, Belle opinig, vvest (50	
	feet from the North	line and 410	feet from the West	line
Section 27	Township 24S Range	_	NMPM County Eddy	
	11. Elevation (Show whether DR, RK)	B, RT, GR, etc.		
TO A LANGE OF THE CASE OF COMMENT OF THE CASE OF THE C	3331' GR		A CONTRACTOR OF THE CONTRACTOR	User Hoof Live
12 Charle A	annonviata Day to Indicate Natur	a of Matica	Parant au Othau Data	
12. Check Ap	opropriate Box to Indicate Natur	e of Notice,	Report or Other Data	
NOTICE OF <u>I</u> NT		1	SEQUENT REPORT OF:	
PERFORM REMEDIAL WORK		MEDIAL WOR	_	} 🔲
TEMPORARILY ABANDON DULL OR ALTER CASING		MMENCE DR SING/CEMEN	ILLING OPNS.□ P AND A	Ц
DOWNHOLE COMMINGLE		ONTOPOLIVILITY		
CLOSED-LOOP SYSTEM	_			
OTHER:		HER:	d aire made at data in the discount	
			d give pertinent dates, including estimate mpletions: Attach wellbore diagram of	ed date
proposed completion or reco		, manupit co	improvious remain memorie unugrum or	
	change the production hole size as	follows:		
New Hole Size: 8-1/2" for prod cs				
Old Hole Size: 8-3/4" for prod csg	depth 7825-18,262°.		RECEIVED	
No new surface disturbance.			JAN 22 2020	
Disease and the attached undeted	Drilling Plan		·	
Please see the attached updated	Drilling Plan.		EMNRD-OCD ARTES	AIS
•				JU/4.
Spud Date:	Rig Release Date:			
I hereby certify that the information al	pove is true and complete to the best o	f my knowledg	ge and belief.	
SIGNATURE_	TITLE Regulatory	Analyst	DATE 01/21/2020	
Type or print name Fatima Vasquez	E-mail address: fv	asquez@cim	arex com	033
For State Use Only	E-mail address: 1V	usquez@cill	PHONE: (432) 620-1	
			. 1 /	
APPROVED BY: Conditions of Approval (if any):	TITLE JAH	W/s	DATE 1/23/2	<u> </u>
Conditions of Approval (if any):		- 1	•	

1. Geological Formations

TVD of target MD at TD

Pilot Hole TD N/A

Deepest expected fresh water

Formation	Depth (TVD) from KB**	Water/Mineral Bearing/Target Zone Hazards
Castille	1514	
Bell Canyon	1830	N/A
Cherry Canyon	2788	N/A
Brushy Canyon	3994	N/A
Bone Spring	5826	N/A
1st Bone Spring	6222	N/A
2nd Bone Spring	6547	N/A
3rd Bone Spring	8079	Hydrocarbons

2. Casing Program

3000 Tank 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	Casing Depth From	Control of the second s		Casing Size	Weight (lb/ft)	Grade *	Conn:	SF Collapse	77.0	SF Tension
17 1/2	0	400	400	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	4.04		
12 1/4	0	1800	1800	9-5/8"	36.00	J-55	LT&C	2.16	3.76	6.99
8 3/4	0	7825	7825	5-1/2"	17.00	L-80	LT&C	1.72	2.11	2.32
8 1/2	7825	18262	8561	5-1/2"	17.00	L-80	BT&C	1.57	1.93	31.73
					BLM	Minimum Sa	fety Factor	1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

	<u> </u>	
		Y or N
Is casing new? If used, attach certification as required in Onshore Order #1		Υ
Does casing meet API specifications? If no, attach casing specification sheet.		Υ
Is premium or uncommon casing planned? If yes attach casing specification sheet.		N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loa	ding assumptions, casing design criteria).	Υ .
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressu	re rating of the casing?	N
Is well located within Capitan Reef?		N
If yes, does production casing cement tie back a minimum of 50' above the Reef?		N
Is well within the designated 4 string boundary.		N
Is well located in SOPA but not in R-111-P?		N
If yes, are the first 2 strings cemented to surface and 3rd string cement tied back 500' into previous casin	g?	N
Is well located in R-111-P and SOPA?		N
If yes, are the first three strings cemented to surface?		N
Is 2nd string set 100' to 600' below the base of salt?		N
Is well located in high Cave/Karst?		N
If yes, are there two strings cemented to surface?		N
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?		N
Is well located in critical Cave/Karst?		N
If yes, are there three strings cemented to surface?		N
Is AC Report included?		Υ
		1

3. Cementing Program

Casing	# Sks	lb/gal	Yld ft3/sack	gal/sk	500# Comp. Strength (hours)	Slurry Description
Surface	61	13.50				Lead: Class C + Bentonite
	195	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Intermediate	341	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Salt + Bentonite
	103	14.80	1.36	6.57	9.5	Tail: Class C + Retarder
Production	547	10.30	3.64	22.18		Lead: Tuned Light - LCM
	2436	14.80	1.34	6.32	9.5	Tail: Class C + LCM
;	2511	14.50	1.30	5.79	20	Tail: 50:50 (Poz:H) + Salt + Bentonite + Fluid Loss + Dispersant + Expanding Agent + Retarder + Antifoam

Casing String	TÓC	% Excess
Surface	0	31
Intermediate	0	50
Production	1600	25
Production	. 1600	25

Cimarex request the ability to perform casing integrity tests after plug bump of cement job.

4. Pressure Control Equipment

A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size	Min Required WP	Type	illerent		Tested To
12 1/4	13 5/8	2M	Annular		X	50% of working pressure
			Blind Ram			
			Pipe Ram			2M
			Double Ram		X	
			Other			
8 3/4	13 5/8	3M	Annular		Х	50% of working pressure
			Blind Ram			
	!		Pipe Ram		Х	3M
			Double Ram		Х	
		,	Other			

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Formation integrity test will be performed per Onshore Order #2.
On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed.
Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

N Are anchors required by manufacturer?

5. Mud Program

Depth	Туре	Weight (ppg)*	Viscosity	Water:Loss
0' to 400'	FW Spud Mud	8.30 - 8.80	30-32	N/C
400' to 1800'	Brine Water	9.50 - 10.00	30-32	N/C
1800' to 18262'	Cut Brine or OBM	8.50 - 9.00	27-70	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Logo	ging, Coring and Testing
	Will run GR/CNL fromTD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
Х	No logs are planned based on well control or offset log information.
	Drill stem test?
	Coring?

Additional Logs Planned	Inter	val	2008 NO. 100 PER SEC. 100 PE

7. Drilling Conditions

Condition		
BH Pressure at deepest TVD	4006 psi	
Abnormal Temperature	No	

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

comply with the provisions of Orisitore Oil and Gas Order #0. If Hydrogen Sunide is encountered, measured values and formations will be provided to the BLM.		
	H2S is present	
	H2S plan is attached	

8. Other Facets of Operation

9. Wellhead

A multi-bowl wellhead system will be utilized.

After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 3000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 3000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2.

The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office.

The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative.

All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 3000 psi.

All casing strings will be tested as per Onshore Order No.2 to atleast 0.22 psi/ft or 1,500 whichever is greater and not to exceed 70% of casing burst.

If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.