

14-30

# OCD Hobbs

Form 3160-3  
(March 2012)

## Split Estate

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

HOBBS OCD  
DEC 03 2014

FORM APPROVED  
OMB No. 1004-0137  
Expires October 31, 2014

### APPLICATION FOR PERMIT TO DRILL OR REENTER

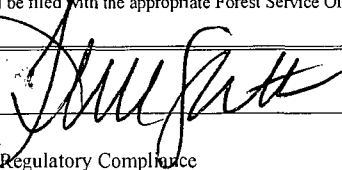
1a. Type of Work <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		RECEIVED	5. Lease Serial No. SHLABHL: NMNM17440
1b. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone			6. If Indian, Allottee or Tribe Name
2. Name of Operator Cimarex Energy Co. <b>&lt;215099&gt;</b>		7. If Unit or CA Agreement, Name and No.	
3a. Address 202 S. Cheyenne Ave., Ste 1000, Tulsa, OK 74103		8. Lease Name and Well No. <b>&lt;313931&gt;</b> West Grama Ridge 7 Federal 4H	
3b. Phone No. (include area code) 918-585-1100		9. API Well No. <b>30-025-42306</b>	
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At Surface                      330 FSL & 660 FWL At proposed prod. Zone      330 FNL & 660 FWL <i>Bone Spring</i>		10. Field and Pool, or Exploratory <b>&lt;28432&gt;</b> <b>GRAMA RIDGE; DS, WEST</b>	
14. Distance in miles and direction from nearest town or post office* Approx 15 miles N of Carlsbad NM		11. Sec., T. R. M. or Blk. and Survey and Area 7, 22s, 34e	12. County or Parish Lea
		13. State NM	

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line if any)  330'	16. No of acres in lease NMNM17440=1794.49 acres	17. Spacing Unit dedicated to this well  154.36
18. Distance from proposed* location to nearest well, drilling, completed, applied for, on this lease, ft.  1320 to the West Grama 7 Federal 3	19. Proposed Depth Pilot Hole TD: N/A 15,370 MD                      10,950 TVD	20. BLM/BIA Bond No. on File  NM2575 & NMB000835
21. Elevations (Show whether DF, KDB, RT, GL, etc.)  3506 GR	22. Approximate date work will start*  1/1/14	23. Estimated duration  35 days

#### 24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor	4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
2. A Drilling Plan	5. Operator Certification
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).	6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature 	Name (Printed/Typed) Terri Stathem	Date 10/17/13
Title Regulatory Compliance		
Approved By (Signature) <b>Steve Caffey</b>	Name (Printed/Typed)	Date <b>NOV 24 2014</b>
Title <b>FIELD MANAGER</b>	Office <b>CARLSBAD FIELD OFFICE</b>	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

**APPROVAL FOR TWO YEARS**

Title 18 U.S.S. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious, or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)      *KCB 12/3/14*      \* (Instructions on page 2)

**Capitan Controlled Water Basin**

Approval Subject to General Requirements & Special Stipulations Attached

**SEE ATTACHED FOR CONDITIONS OF APPROVAL**  
**DEC 04 2014**

Operator Certification Statement  
**West Grama Ridge 7 Federal 4H**  
Cimarex Energy Co.  
UL: 4, Sec. 7, 22s, 34e  
Lea Co., NM

**HOBBS OCD**

**DEC 03 2014**

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Operator's Representative

Cimarex Energy Co. of Colorado  
600 N. Marienfeld St., Ste. 600  
Midland, TX 79701  
Office Phone: (432) 571-7800

**CERTIFICATION:** I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

Executed this 17 day of October, 2013

**NAME:** \_\_\_\_\_

Hope Knauls

**TITLE:** Regulatory Compliance

**ADDRESS:** 202 S. Cheyenne Ave., Ste 1000, Tulsa, OK 74103

**TELEPHONE:** 918-585-1100

**EMAIL:** hknauls@cimarex.com

**Field Representative:** Same as above

Application to Drill  
**West Grama Ridge 7 Federal 4H**  
 Cimarex Energy Co.  
 UL: 4, Sec. 7, 22s, 34e  
 Lea Co., NM

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In response to questions asked under Section II B of Bulletin NTL-6, the following information is provided for your consideration:

1. **Location:** SHL 330 FSL & 660 FWL  
 BHL 330 FNL & 660 FWL

2. **Elevation Above Sea Level:** 3,506' GR

3. **Geologic Name of Surface Formation:** Quaternary Alluvium Deposits

4. **Drilling Tools and Associated Equipment:** Conventional rotary drilling rig using fluid as a circulating medium for solids removal

5. **Proposed Drilling Depth:** 15,370 MD 10,950 TVD Pilot Hole TD: N/A

6. **Estimated Tops of Geological Markers:**

Formation	Est Top	Bearing
Rustler	1720	N/A
Salt	1875	N/A
Tansill	3638	N/A
Capitan	4200	N/A
Bell Canyon	5350	Hydrocarbons
Cherry Canyon	5950	N/A
Brushy Canyon	7300	N/A
Basal Brushy Canyon	8600	N/A
Bone Spring	8850	Hydrocarbons
Avalon Shale	9340	Hydrocarbons
1st BSS	10000	Hydrocarbons

7. **Possible Mineral Bearing Formation:** Shown above

7A. **OSE Ground Water Estimated Depth:** 200'

8. **Casing Program:**

Name	Casing Depth From (ft)	Casing Setting Depth (ft) MD	Casing Setting Depth (ft) TVD	Open Hole Size (inches)	Casing Size (inches)	Casing Weight (lb/ft)	Casing Grade	Thread	Condition	BHP (psig)	Anticipated Mud Weight (ppg)	Collapse SF at Full Evacuation(1.125)	Collapse SF at 1/3 Evacuation(1.125)	Burst SF (1.125)	Cumulative Air Weight	Cumulative Bouyed Weight (lbs)	Bouyant Tension SF (1.8)
Surface	0	1750	1750	17 1/2	13-3/8"	54.50	J-55	ST&C	New	755	8.3	1.50		3.63	95,375	83,289	6.17
Intermediate	0	5300	5300	12 1/4	9-5/8"	40.00	J-55	LT&C	New	2756	10.0		1.35	1.43	212,000	179,634	2.89
Production	0	10472	10472	8 3/4	5-1/2"	17.00	P-110	LT&C	New	4900	9.0	1.53		2.17	186,150	160,572	2.77
Production	10472	15370	10950	8 3/4	5-1/2"	17.00	P-110	BT&C	New	5124	9.0	1.46		2.08	8,126	7,009	77.89

Note: Operator may drill a 8-1/2" OH from end of curve to TD of the well. This is to reduce the need to ream the conventionally drilled curve to run a RSS assembly into the lateral.

Application to Drill  
**West Grama Ridge 7 Federal 4H**  
 Cimarex Energy Co.  
 UL: 4, Sec. 7, 22s, 34e  
 Lea Co., NM

**8A. Casing Design and Casing Loading Assumptions:**

Surface	Tension	A 1.8 design factor with effects of buoyancy: 8.30 ppg.
	Collapse	A 1.125 design factor with full internal evacuation and a collapse force equal to a 8.30 ppg mud gradient.
	Burst	A 1.125 design with a surface pressure equal to the fracture gradient at setting depth less gas gradient to surface.
Intermediate	Tension	A 1.8 design factor with effects of buoyancy: 10.00 ppg.
	Collapse	A 1.125 design factor evacuated 1/3 TVD of next casing string with a collapse force equal to a 10.00 ppg mud gradient.
	Burst	A 1.125 design with a surface pressure equal to the fracture gradient at setting depth less gas gradient to surface.
Production	Tension	A 1.8 design factor with effects of buoyancy: 9.00 ppg.
	Collapse	A 1.125 design factor with full internal evacuation of next casing string with a collapse force equal to a 9.00 ppg mud gradient.
	Burst	A 1.125 design with a surface pressure equal to the fracture gradient at setting depth less gas gradient to surface.

**9. Cementing Program:**

Casing Type	Type	Sacks	Yield	Weight	Cubic Feet	Cement Blend
Surface	Lead	1112	1.75	13.50	1945	Class C + Bentonite + Calcium Chloride + LCM, 8.829 gps water
	Tail	227	1.34	14.80	303	Class C + LCM, 6.32 gps water
	<b>TOC: 0</b>		<b>85% Excess</b>		<b>Centralizers per Onshore Order 2.III.B.1f</b>	
Intermediate	Lead	1142	1.88	12.90	2146	35:65 (poz/C) + Salt + Bentonite + LCM + retarder, 9.65 gps water
	Tail	292	1.34	14.80	391	Class C + retarder + LCM, 6.32 gps water
	<b>TOC: 0</b>		<b>79% Excess</b>			
Production	Lead	636	2.40	11.90	1526	35:65 (poz/H) + salt + Sodium Metasilicate + Bentonite + Fluid Loss + Dispersant + LCM + Retarder, 13.80 gps water
	Tail	1375	1.24	14.50	1705	50:50 (poz/H) + Bentonite + Salt + Fluid Loss + Dispersant + LCM + Retarder, 5.55 gps water
	<b>TOC: 5100-</b> <i>50 above Capd Hartleaf</i>		<b>75% Excess</b>		<b>No centralizers planned in the lateral section. 1 every jt from EOC to KOP. 1 every 4th joint from KOP to 500' inside previous casing.</b>	

Cement volumes will be adjusted depending on hole size

**9a. Proposed Drilling Plan:**

Pilot Hole TD: No Pilot                      KOP: 10,472'                      EOC: 11,222'

Set Surface and Intermediate casing strings. Drill production hole to KOP. Continue drilling lateral through the curve to TD. Run prod casing & cement.

**10. Pressure Control Equipment:**

Exhibit "E-1". A BOP consisting of two rams with blind rams and pipe rams, and one annular preventer. Below the surface casing, a 2M system will be used. Below the intermediate casing, a 3M system will be used. See attachments for BOP and choke manifold diagrams. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A Rotating head may be installed as needed. A kelly cock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

BOP and associated equipment will be installed, used, maintained, and tested in a manner necessary to assure well control and shall be in place and operational prior to drilling the surface casing shoe. The Annular Preventer shall be functioned at least weekly. The pipe and blind rams will be operated each trip. No abnormal pressure or temperature is expected while drilling.

BOPS will be tested by an independent service company. The ram preventers, choke manifold, and safety valves will be tested as follows: On the surface casing, pressure tests will be made to 250 psi low and 2000 psi high. On the intermediate casing, pressure tests will be made to 250 psi low and 3000 psi high.

The Annular Preventer will be tested to 250 psi low and 1000 psi high on the surface casing, and 250 low and 1500 high on the intermediate casing.

*See COA*

Cimarex Energy Co. of Colorado requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached (please see Exhibit F, F-1, F-2, F-3). The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used.

Application to Drill  
**West Grama Ridge 7 Federal 4H**  
 Cimarex Energy Co.  
 UL: 4, Sec. 7, 22s, 34e  
 Lea Co., NM

**11. Proposed Mud Circulating System:**

Depth	Mud Weight	Visc	Fluid Loss	Type Mud
0' to 1750'	8.30	28	NC	FW Spud Mud
1750' to 5300'	10.00	30-32	NC	Brine Water
5300' to 15600'	9.00	30-32	NC	FW/Cut Brine

Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. In order to run DSTs, open hole logs, and casing, the viscosity and water loss may have to be adjusted in order to meet these needs.

The Mud Monitoring System is an electronic Pason System satisfying requirements of Onshore Order 1.

**12. Testing, Logging and Coring Program:**

- A. Mud logging program: 2 man unit from 5300 to TD
- B. Electric logging program: CNL / LDT / CAL / GR, DLL /GR -- Inter. Csg to TD  
 CNL /GR -- Surf to Inter. Csg
- C. No DSTs or cores are planned at this time
- D. CBL w/ CCL from as far as gravity will let it fall to TOC

**13. Potential Hazards:**

No abnormal pressures or temperatures are expected. In accordance with Onshore Order 6, Cimarex does not anticipate that there will be enough H<sub>2</sub>S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of an "H<sub>2</sub>S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have an H<sub>2</sub>S Safety package on all wells, attached is an "H<sub>2</sub>S Drilling Operations Plan." Adequate flare lines will be installed off the mud / gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of equipment being used.

Estimated BHP: 4928 psi

Estimated BHT: 168°

**14. Construction and Drilling:**

Road and location construction will begin after BLM approval of APD. Anticipated spud date as soon as approved. Drilling expected to take: 35 days. If production casing is run an additional 30 days will be required to complete and construct surface facilities.

**15. Other Facets of Operations:**

If production casing is run an additional 30 days will be required to complete and construct surface facilities. Bone Spring pay will be perforated and stimulated. The proposed well will be tested and potentialized as **Oil**

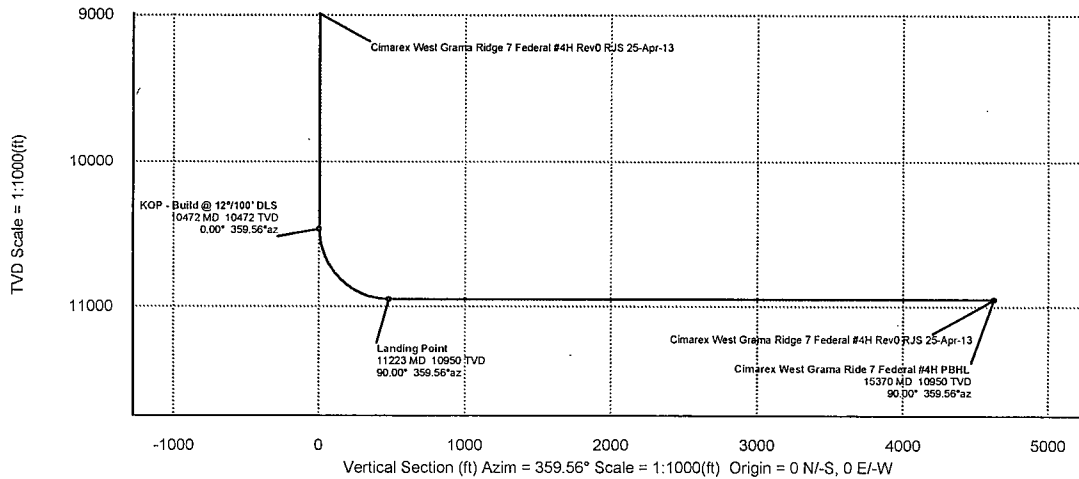
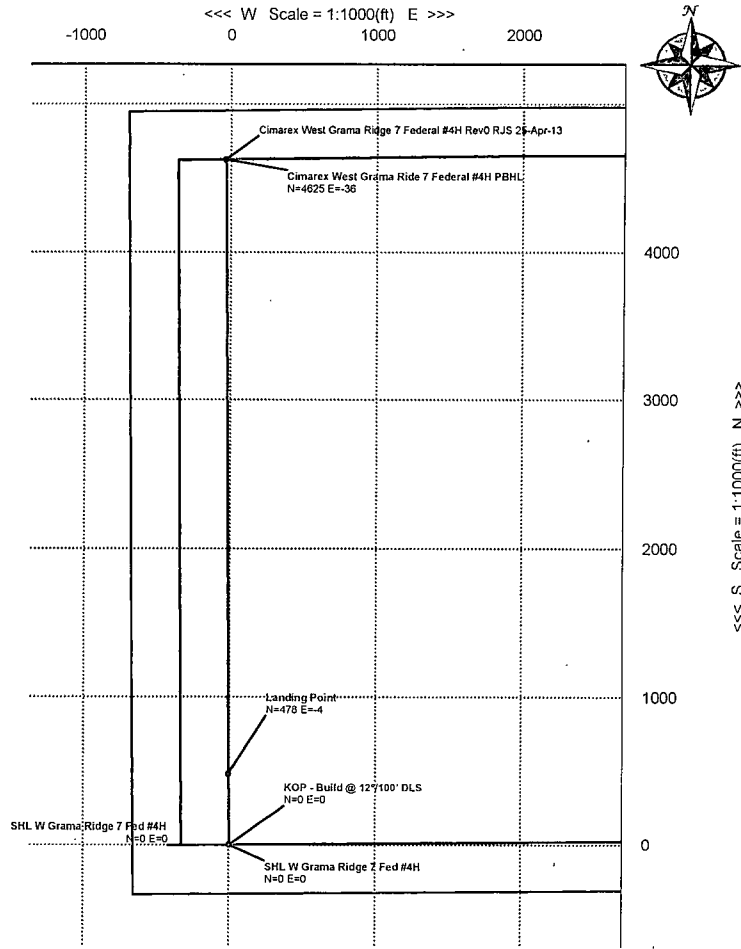


Cimarex



WELL	W Grama Ridge 7 Fed #4H	FIELD	NM Lea County	STRUCTURE	TBD
Magnetic Parameters	Model: BQGM 2012	Dip: 60.273°	Date: April 25, 2013	Surface Location	MGRS New Mexico State Plane, Eastern Zone, US Feet
	Mag Dec: 7.449°	FS: 48518.4m		Lat: N 32 23 50.562	Northing: 510172.97 RUS
				Lon: W 103 30 55.510	Grid Conv: 0.438°
					Scale Fact: 0.99998207
					Miscellaneous
					West Grama Ridge 7 Federal #4H Ref: Ground Level (3500ft above MSL)
					Plan: Rev0 RJS 25-Apr-13
					Rev Date: April 25, 2013

Grid North  
 Tot Corr (M->G 7.0109°)  
 Mag Dec (7.449°)  
 Grid Conv (0.438°)



Critical Point	MD	INCL	AZIM	TVD	YSEC	N(+)/S(-)	E(+)/W(-)	DLS
Marker MudLine	0.00	0.00	359.56	0.00	0.00	0.00	0.00	0.00
SHL W Grama Ridge 7 Fed #4H	0.00	0.00	359.56	0.00	0.00	0.00	0.00	0.00
KOP - Build @ 129°100' DLS	10472.00	0.00	359.56	10472.00	0.00	0.00	0.00	0.00
Landing Point	11223.84	90.00	359.56	10950.00	478.00	477.99	-3.67	11.99
Cimarex West Grama Ride 7 Federal #4H PBHL	15370.41	90.00	359.56	10950.00	4625.57	4625.43	-35.53	0.00



# Cimarex West Grama Ridge 7 Federal #4H Rev0 RJS 25-Apr-13 Proposal Report (Non-Def Plan)



**Report Date:** April 25, 2013 - 06:33 PM  
**Client:** Cimarex  
**Field:** NM Lea County (NAD 83)  
**Structure / Slot:** TBD / Cimarex West Grama Ridge 7 Federal #4H  
**Well:** Cimarex West Grama Ridge 7 Federal #4H  
**Borehole:** Original Borehole  
**UWI / API#:** Unknown / Unknown  
**Survey Name:** Cimarex West Grama Ridge 7 Federal #4H Rev0 RJS 25-Apr-13  
**Survey Date:** April 25, 2013  
**Tort / AHD / DDI / ERD Ratio:** 90.000 ° / 4625.569 ft / 5.767 / 0.422  
**Coordinate Reference System:** NAD83 New Mexico State Plane, Eastern Zone, US Feet  
**Location Lat / Long:** N 32° 23' 59.56163", W 103° 30' 55.51003"  
**Location Grid N/E Y/X:** N 510172.570 ftUS, E 793778.160 ftUS  
**CRS Grid Convergence Angle:** 0.4383 °  
**Grid Scale Factor:** 0.99998207

**Survey / DLS Computation:** Minimum Curvature / Lubinski  
**Vertical Section Azimuth:** 359.560 ° (Grid North)  
**Vertical Section Origin:** 0.000 ft, 0.000 ft  
**TVD Reference Datum:** Ground Level  
**TVD Reference Elevation:** 3506.000 ft above MSL  
**Seabed / Ground Elevation:** 3506.000 ft above MSL  
**Magnetic Declination:** 7.449 °  
**Total Gravity Field Strength:** 998.4921mgn (9.80665 Based)  
**Total Magnetic Field Strength:** 48518.356 nT  
**Magnetic Dip Angle:** 60.273 °  
**Declination Date:** April 25, 2013  
**Magnetic Declination Model:** BGGM 2012  
**North Reference:** Grid North  
**Grid Convergence Used:** 0.4383 °  
**Total Corr Mag North->Grid North:** 7.0109 °  
**Local Coord Referenced To:** Structure Reference Point

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")	Closure (ft)	Closure Azimuth (°)	DLS (°/100ft)
SHL W Grama Ridge 7 Fed #4H	0.00	0.00	359.56	0.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	N/A
	100.00	0.00	359.56	100.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	200.00	0.00	359.56	200.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	300.00	0.00	359.56	300.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	400.00	0.00	359.56	400.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	500.00	0.00	359.56	500.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	600.00	0.00	359.56	600.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	700.00	0.00	359.56	700.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	800.00	0.00	359.56	800.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	900.00	0.00	359.56	900.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1000.00	0.00	359.56	1000.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1100.00	0.00	359.56	1100.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1200.00	0.00	359.56	1200.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1300.00	0.00	359.56	1300.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1400.00	0.00	359.56	1400.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1500.00	0.00	359.56	1500.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1600.00	0.00	359.56	1600.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1700.00	0.00	359.56	1700.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1800.00	0.00	359.56	1800.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	1900.00	0.00	359.56	1900.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2000.00	0.00	359.56	2000.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2100.00	0.00	359.56	2100.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2200.00	0.00	359.56	2200.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2300.00	0.00	359.56	2300.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2400.00	0.00	359.56	2400.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2500.00	0.00	359.56	2500.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2600.00	0.00	359.56	2600.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2700.00	0.00	359.56	2700.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	2800.00	0.00	359.56	2800.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00





Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")	Closure (ft)	Closure Azimuth (°)	DLS (°/100ft)
	8400.00	0.00	359.56	8400.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	8500.00	0.00	359.56	8500.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	8600.00	0.00	359.56	8600.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	8700.00	0.00	359.56	8700.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	8800.00	0.00	359.56	8800.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	8900.00	0.00	359.56	8900.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9000.00	0.00	359.56	9000.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9100.00	0.00	359.56	9100.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9200.00	0.00	359.56	9200.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9300.00	0.00	359.56	9300.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9400.00	0.00	359.56	9400.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9500.00	0.00	359.56	9500.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9600.00	0.00	359.56	9600.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9700.00	0.00	359.56	9700.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9800.00	0.00	359.56	9800.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	9900.00	0.00	359.56	9900.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	10000.00	0.00	359.56	10000.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	10100.00	0.00	359.56	10100.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	10200.00	0.00	359.56	10200.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	10300.00	0.00	359.56	10300.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	10400.00	0.00	359.56	10400.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
KOP - Build @ 12"/100' DLS	10472.00	0.00	359.56	10472.00	0.00	0.00	0.00	510172.57	793778.16	N 32 23 59.56	W 103 30 55.51	0.00	0.00	0.00
	10500.00	3.36	359.56	10499.98	0.82	0.82	-0.01	510173.39	793778.15	N 32 23 59.57	W 103 30 55.51	0.82	359.56	11.99
	10600.00	15.34	359.56	10598.48	17.04	17.04	-0.13	510189.61	793778.03	N 32 23 59.73	W 103 30 55.51	17.04	359.56	11.99
	10700.00	27.33	359.56	10591.45	53.35	53.35	-0.41	510225.92	793777.75	N 32 24 0.09	W 103 30 55.51	53.35	359.56	11.99
	10800.00	39.32	359.56	10774.86	108.19	108.19	-0.83	510280.75	793777.33	N 32 24 0.63	W 103 30 55.51	108.19	359.56	11.99
	10900.00	51.30	359.56	10845.06	179.15	179.14	-1.38	510351.71	793776.78	N 32 24 1.33	W 103 30 55.51	179.15	359.56	11.99
	11000.00	63.29	359.56	10898.99	263.14	263.14	-2.02	510435.70	793776.14	N 32 24 2.17	W 103 30 55.51	263.14	359.56	11.99
	11100.00	75.28	359.56	10934.30	356.51	356.50	-2.74	510529.06	793775.42	N 32 24 3.09	W 103 30 55.51	356.51	359.56	11.99
	11200.00	87.26	359.56	10949.45	455.17	455.15	-3.50	510627.72	793774.66	N 32 24 4.07	W 103 30 55.51	455.17	359.56	11.99
Landing Point	11222.84	90.00	359.56	10950.00	478.00	477.99	-3.67	510650.55	793774.49	N 32 24 4.29	W 103 30 55.51	478.00	359.56	11.99
	11300.00	90.00	359.56	10950.00	555.16	555.14	-4.26	510727.70	793773.90	N 32 24 5.05	W 103 30 55.51	555.16	359.56	0.00
	11400.00	90.00	359.56	10950.00	655.16	655.14	-5.03	510827.70	793773.13	N 32 24 6.04	W 103 30 55.51	655.16	359.56	0.00
	11500.00	90.00	359.56	10950.00	755.16	755.14	-5.80	510927.69	793772.36	N 32 24 7.03	W 103 30 55.51	755.16	359.56	0.00
	11600.00	90.00	359.56	10950.00	855.16	855.13	-6.57	511027.69	793771.59	N 32 24 8.02	W 103 30 55.51	855.16	359.56	0.00
	11700.00	90.00	359.56	10950.00	955.16	955.13	-7.34	511127.68	793770.82	N 32 24 9.01	W 103 30 55.51	955.16	359.56	0.00
	11800.00	90.00	359.56	10950.00	1055.16	1055.13	-8.10	511227.68	793770.06	N 32 24 10.00	W 103 30 55.51	1055.16	359.56	0.00
	11900.00	90.00	359.56	10950.00	1155.16	1155.13	-8.87	511327.67	793769.29	N 32 24 10.99	W 103 30 55.51	1155.16	359.56	0.00
	12000.00	90.00	359.56	10950.00	1255.16	1255.12	-9.64	511427.67	793768.52	N 32 24 11.98	W 103 30 55.51	1255.16	359.56	0.00
	12100.00	90.00	359.56	10950.00	1355.16	1355.12	-10.41	511527.66	793767.75	N 32 24 12.97	W 103 30 55.51	1355.16	359.56	0.00
	12200.00	90.00	359.56	10950.00	1455.16	1455.12	-11.18	511627.66	793766.98	N 32 24 13.96	W 103 30 55.51	1455.16	359.56	0.00
	12300.00	90.00	359.56	10950.00	1555.16	1555.11	-11.95	511727.65	793766.22	N 32 24 14.95	W 103 30 55.51	1555.16	359.56	0.00
	12400.00	90.00	359.56	10950.00	1655.16	1655.11	-12.71	511827.65	793765.45	N 32 24 15.94	W 103 30 55.51	1655.16	359.56	0.00
	12500.00	90.00	359.56	10950.00	1755.16	1755.11	-13.48	511927.64	793764.68	N 32 24 16.93	W 103 30 55.51	1755.16	359.56	0.00
	12600.00	90.00	359.56	10950.00	1855.16	1855.10	-14.25	512027.64	793763.91	N 32 24 17.92	W 103 30 55.51	1855.16	359.56	0.00
	12700.00	90.00	359.56	10950.00	1955.16	1955.10	-15.02	512127.63	793763.14	N 32 24 18.91	W 103 30 55.51	1955.16	359.56	0.00
	12800.00	90.00	359.56	10950.00	2055.16	2055.10	-15.79	512227.63	793762.37	N 32 24 19.90	W 103 30 55.51	2055.16	359.56	0.00
	12900.00	90.00	359.56	10950.00	2155.16	2155.10	-16.55	512327.62	793761.61	N 32 24 20.89	W 103 30 55.51	2155.16	359.56	0.00
	13000.00	90.00	359.56	10950.00	2255.16	2255.09	-17.32	512427.62	793760.84	N 32 24 21.88	W 103 30 55.51	2255.16	359.56	0.00
	13100.00	90.00	359.56	10950.00	2355.16	2355.09	-18.09	512527.61	793760.07	N 32 24 22.87	W 103 30 55.51	2355.16	359.56	0.00
	13200.00	90.00	359.56	10950.00	2455.16	2455.09	-18.86	512627.61	793759.30	N 32 24 23.86	W 103 30 55.51	2455.16	359.56	0.00
	13300.00	90.00	359.56	10950.00	2555.16	2555.08	-19.63	512727.60	793758.53	N 32 24 24.84	W 103 30 55.51	2555.16	359.56	0.00
	13400.00	90.00	359.56	10950.00	2655.16	2655.08	-20.39	512827.60	793757.77	N 32 24 25.83	W 103 30 55.51	2655.16	359.56	0.00
	13500.00	90.00	359.56	10950.00	2755.16	2755.08	-21.16	512927.59	793757.00	N 32 24 26.82	W 103 30 55.51	2755.16	359.56	0.00

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' '')	Longitude (E/W ° ' '')	Closure (ft)	Closure Azimuth (°)	DLS (°/100ft)
	13600.00	90.00	359.56	10950.00	2855.16	2855.08	-21.93	513027.59	793756.23	N 32 24 27.81	W 103 30 55.51	2855.16	359.56	0.00
	13700.00	90.00	359.56	10950.00	2955.16	2955.07	-22.70	513127.58	793755.46	N 32 24 28.80	W 103 30 55.51	2955.16	359.56	0.00
	13800.00	90.00	359.56	10950.00	3055.16	3055.07	-23.47	513227.58	793754.69	N 32 24 29.79	W 103 30 55.51	3055.16	359.56	0.00
	13900.00	90.00	359.56	10950.00	3155.16	3155.07	-24.24	513327.57	793753.92	N 32 24 30.78	W 103 30 55.51	3155.16	359.56	0.00
	14000.00	90.00	359.56	10950.00	3255.16	3255.06	-25.00	513427.57	793753.16	N 32 24 31.77	W 103 30 55.51	3255.16	359.56	0.00
	14100.00	90.00	359.56	10950.00	3355.16	3355.06	-25.77	513527.56	793752.39	N 32 24 32.76	W 103 30 55.51	3355.16	359.56	0.00
	14200.00	90.00	359.56	10950.00	3455.16	3455.06	-26.54	513627.56	793751.62	N 32 24 33.75	W 103 30 55.51	3455.16	359.56	0.00
	14300.00	90.00	359.56	10950.00	3555.16	3555.05	-27.31	513727.55	793750.85	N 32 24 34.74	W 103 30 55.51	3555.16	359.56	0.00
	14400.00	90.00	359.56	10950.00	3655.16	3655.05	-28.08	513827.55	793750.08	N 32 24 35.73	W 103 30 55.51	3655.16	359.56	0.00
	14500.00	90.00	359.56	10950.00	3755.16	3755.05	-28.84	513927.54	793749.32	N 32 24 36.72	W 103 30 55.51	3755.16	359.56	0.00
	14600.00	90.00	359.56	10950.00	3855.16	3855.05	-29.61	514027.54	793748.55	N 32 24 37.71	W 103 30 55.51	3855.16	359.56	0.00
	14700.00	90.00	359.56	10950.00	3955.16	3955.04	-30.38	514127.53	793747.78	N 32 24 38.70	W 103 30 55.51	3955.16	359.56	0.00
	14800.00	90.00	359.56	10950.00	4055.16	4055.04	-31.15	514227.53	793747.01	N 32 24 39.69	W 103 30 55.51	4055.16	359.56	0.00
	14900.00	90.00	359.56	10950.00	4155.16	4155.04	-31.92	514327.52	793746.24	N 32 24 40.68	W 103 30 55.51	4155.16	359.56	0.00
	15000.00	90.00	359.56	10950.00	4255.16	4255.03	-32.69	514427.52	793745.48	N 32 24 41.67	W 103 30 55.51	4255.16	359.56	0.00
	15100.00	90.00	359.56	10950.00	4355.16	4355.03	-33.45	514527.51	793744.71	N 32 24 42.66	W 103 30 55.51	4355.16	359.56	0.00
	15200.00	90.00	359.56	10950.00	4455.16	4455.03	-34.22	514627.51	793743.94	N 32 24 43.64	W 103 30 55.51	4455.16	359.56	0.00
Cimarex West	15300.00	90.00	359.56	10950.00	4555.16	4555.02	-34.99	514727.50	793743.17	N 32 24 44.63	W 103 30 55.51	4555.16	359.56	0.00
Gramma Ride 7	15370.41	90.00	359.56	10950.00	4625.57	4625.43	-35.53	514797.91	793742.63	N 32 24 45.33	W 103 30 55.51	4625.57	359.56	0.00
Federal #4H PBHL														

Survey Type: Non-Def Plan

Survey Error Model: ISCWSA Rev 0 \*\*\* 3-D 95.000% Confidence 2.7955 sigma  
 Survey Program:

Description	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size (in)	Casing Diameter (in)	Survey Tool Type	Borehole / Survey
	0.000	15370.409	1/100.000	30.000	30.000	SLB_UNKNOWN	Original Borehole / Cimarex West Gramma Ridge 7 Federal #4H Rev0

Drilling 12-1/4" hole  
below 13 3/8" Casing

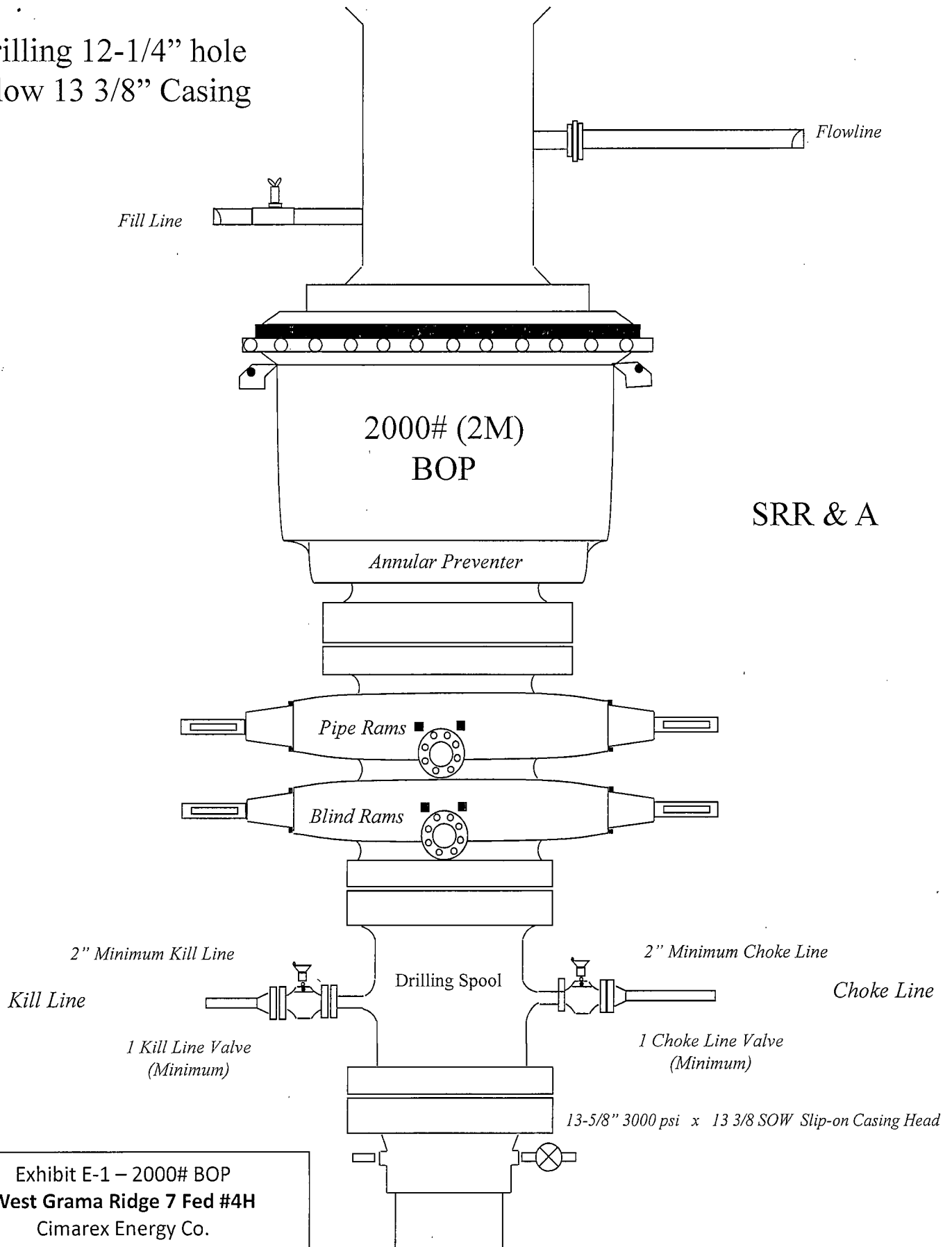


Exhibit E-1 – 2000# BOP  
West Grama Ridge 7 Fed #4H  
Cimarex Energy Co.  
7-22S-34E  
SHL 330 FSL & 660 FWL  
BHL 330 FNL & 660 FWL  
Lea County, NM

Drilling 8-3/4" hole  
below 9 5/8" Casing

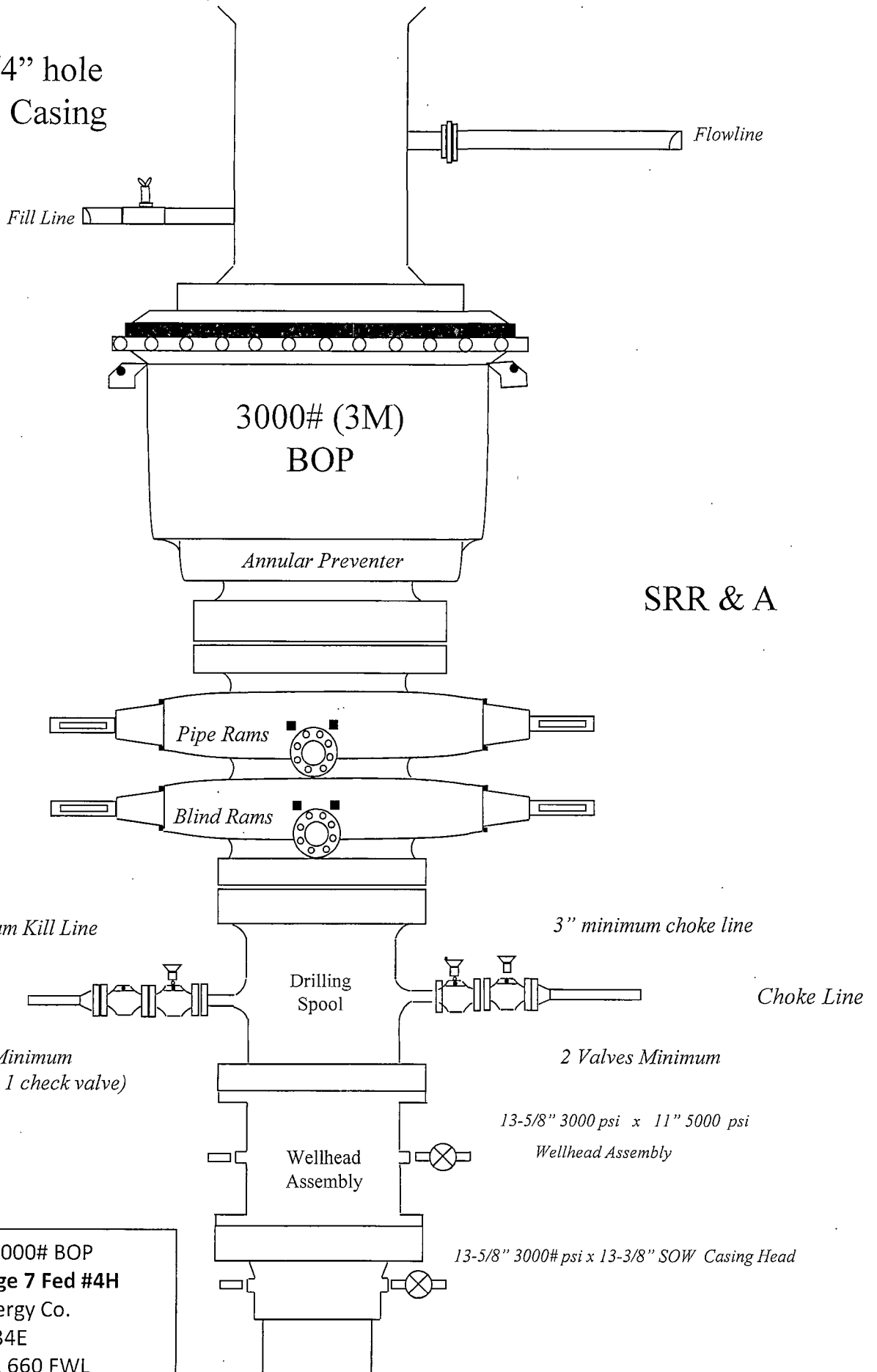
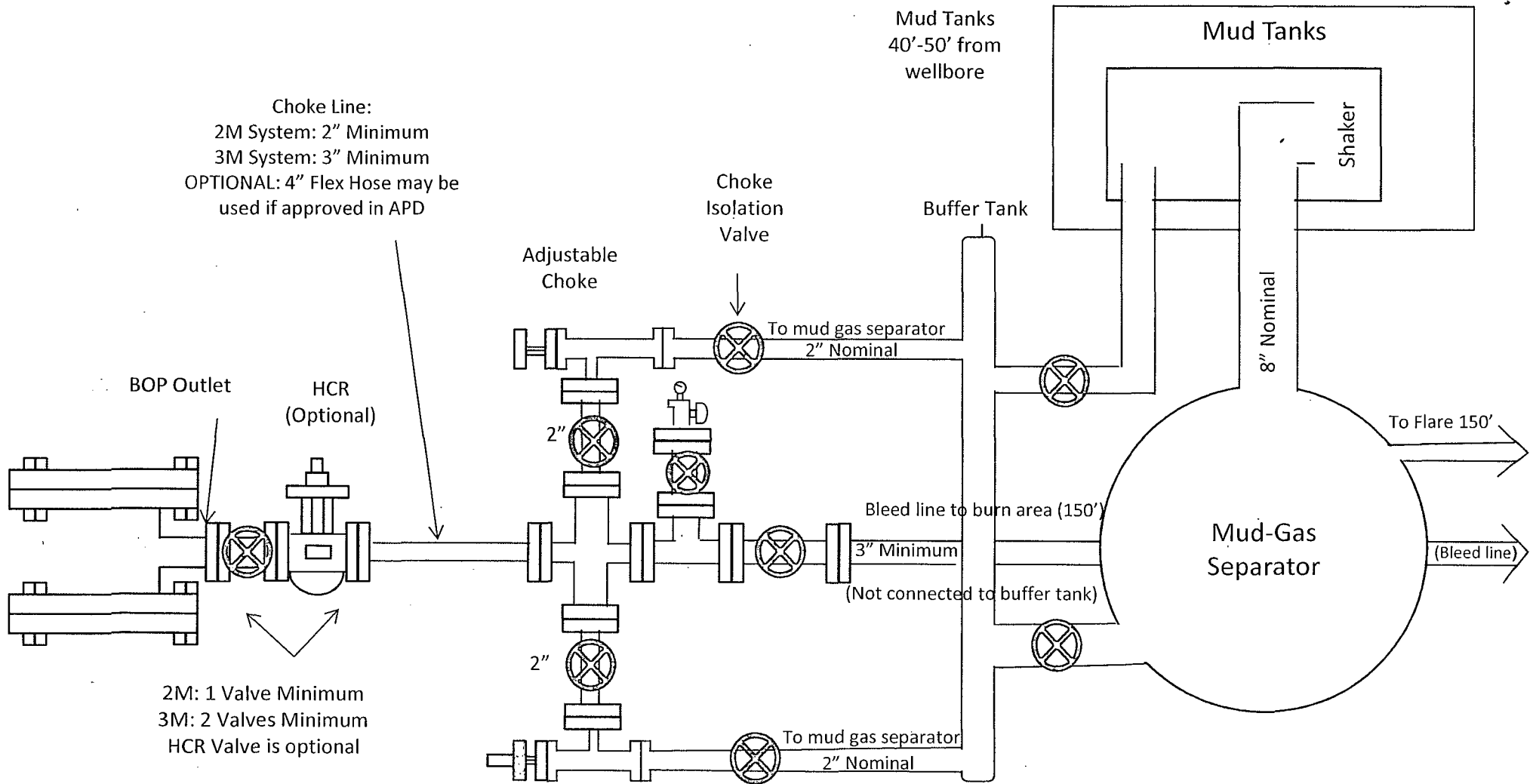


Exhibit E-1 – 3000# BOP  
West Grama Ridge 7 Fed #4H  
Cimarex Energy Co.  
7-225-34E  
SHL 330 FSL & 660 FWL  
BHL 330 FNL & 660 FWL  
Lea County, NM



Choke Line:  
 2M System: 2" Minimum  
 3M System: 3" Minimum  
 OPTIONAL: 4" Flex Hose may be used if approved in APD

BOP Outlet  
 HCR (Optional)

2M: 1 Valve Minimum  
 3M: 2 Valves Minimum  
 HCR Valve is optional

Adjustable Choke

Choke Isolation Valve

Buffer Tank

Mud Tanks  
 40'-50' from wellbore

Mud Tanks

Shaker

8" Nominal

To Flare 150'

Mud-Gas Separator

(Bleed line)

Bleed line to burn area (150')  
 3" Minimum  
 (Not connected to buffer tank)

REMOTELY OPERATED Adjustable Choke

Choke Isolation Valve

Exhibit E-1 – Choke Manifold Diagram  
**West Grama Ridge 7 Fed #4H**  
 Cimarex Energy Co.  
 7-22S-34E  
 SHL 330 FSL & 660 FWL  
 BHL 330 FNL & 660 FWL  
 Lea County, NM

**Drilling Operations  
 Choke Manifold  
 2M/3M Service**

Exhibit F – Co-Flex Hose  
**West Grama Ridge 7 Fed #4H**

Cimarex Energy Co.

7-22S-34E

SHL 330 FSL & 660 FWL

BHL 330 FNL & 660 FWL

Lea County, NM

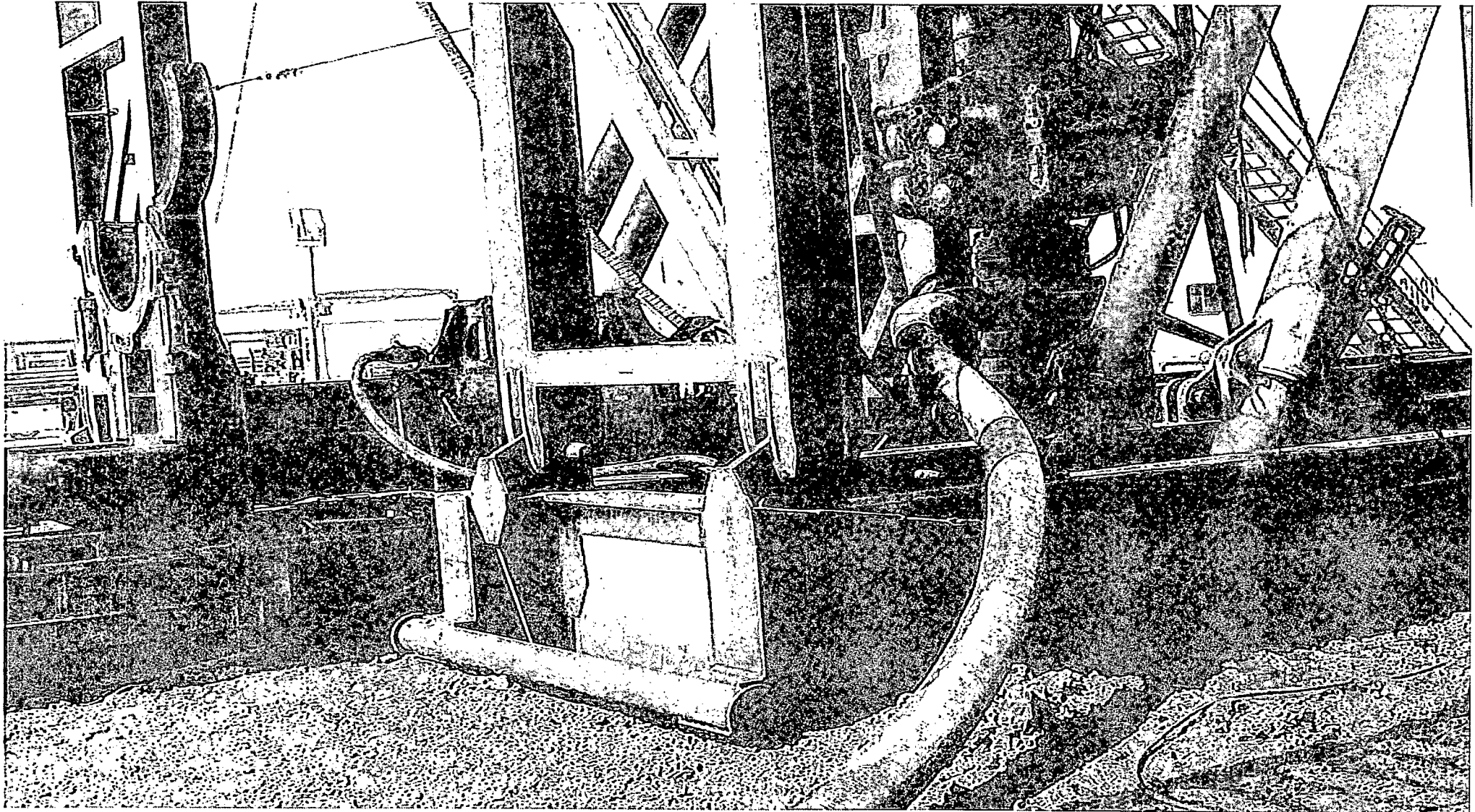


Exhibit F-1 – Co-Flex Hose Hydrostatic Test

West Grama Ridge 7 Fed #4H

Cimarex Energy Co.

7-22S-34E

SHL 330 FSL & 660 FWL

BHL 330 FNL & 660 FWL

Lea County, NM



## Midwest Hose & Specialty, Inc.

INTERNAL HYDROSTATIC TEST REPORT		
Customer: Oderco Inc		P.O. Number: odyd-271
HOSE SPECIFICATIONS		
Type: Stainless Steel Armor Choke & Kill Hose	Hose Length: 45'ft.	
I.D. 4 INCHES	O.D. 9 INCHES	
WORKING PRESSURE 10,000 PSI	TEST PRESSURE 15,000 PSI	BURST PRESSURE 0 PSI
COUPLINGS		
Stem Part No. OKC OKC	Ferrule No. OKC OKC	
Type of Coupling: Swage-It		
PROCEDURE		
<i>Hose assembly pressure tested with water at ambient temperature.</i>		
TIME HELD AT TEST PRESSURE 15 MIN.	ACTUAL BURST PRESSURE: 0 PSI	
Hose Assembly Serial Number: 79793	Hose Serial Number: OKC	
Comments:		
Date: 3/8/2011	Tested: <i>A. James James</i>	Approved: <i>[Signature]</i>



Midwest Hose & Specialty, Inc.

### Internal Hydrostatic Test Graph

March 3, 2011

Customer: Houston

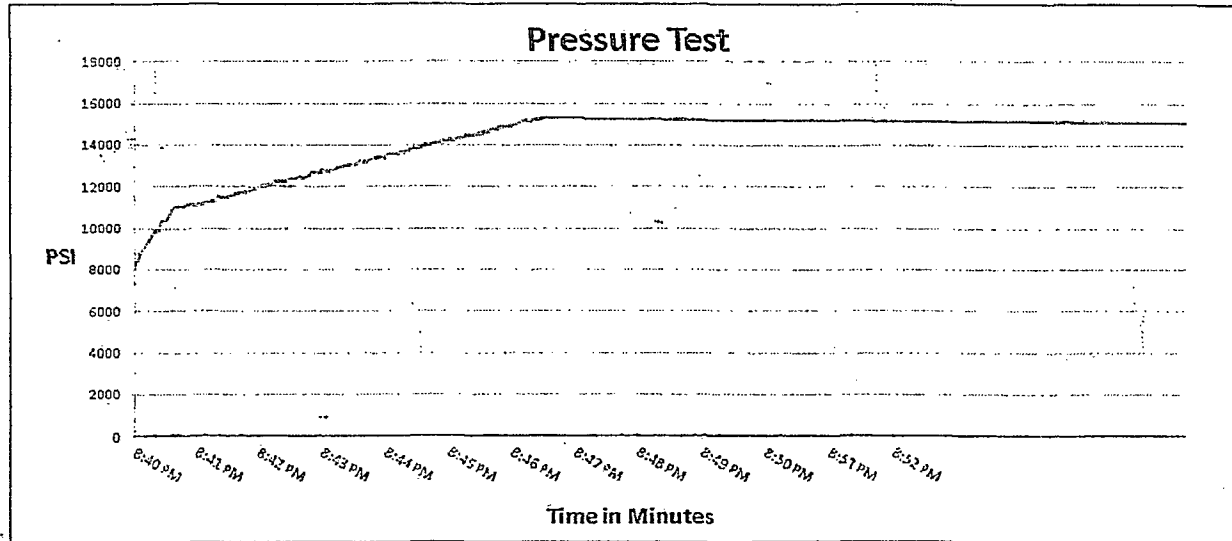
Pick Ticket #: 94260

#### Hose Specifications

<u>Hose Type</u>	<u>Length</u>
C & K	45'
<u>I.D.</u>	<u>O.D.</u>
4"	6.09"
<u>Working Pressure</u>	<u>Burst Pressure</u>
10000 PSI	Standard Safety Multiplier Applies

#### Verification

<u>Type of Fitting</u>	<u>Coupling Method</u>
41/16 10K	Swage
<u>Die Size</u>	<u>Final O.D.</u>
6.36"	6.25"
<u>Hose Serial #</u>	<u>Hose Assembly Serial #</u>
5544	79793



Test Pressure  
15000 PSI

Time Held at Test Pressure  
11 Minutes

Actual Burst Pressure

Peak Pressure  
15483 PSI

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Zac McConnell

Approved By: Kim Thomas

Exhibit F-1 – Co-Flex Hose Hydrostatic Test  
West Grama Ridge 7 Fed #4H

Cimarex Energy Co.

7-225-34E

SHL 330 FSL & 660 FWL

BHL 330 FNL & 660 FWL

Lea County, NM



Exhibit F-2 – Co-Flex Hose  
West Grama Ridge 7 Fed #4H  
Cimarex Energy Co.  
7-22S-34E  
SHL 330 FSL & 660 FWL  
BHL 330 FNL & 660 FWL  
Lea County, NM



## Midwest Hose & Specialty, Inc.

Certificate of Conformity	
<b>Customer:</b> DEM	<b>PO</b> ODYD-271
<b>SPECIFICATIONS</b>	
<b>Sales Order</b> 79793	<b>Dated:</b> 3/8/2011
<p>We hereby certify that the material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards</p> <p>Supplier: Midwest Hose &amp; Specialty, Inc. 10640 Tanner Road Houston, Texas 77041</p>	
<b>Comments:</b>	
<b>Approved:</b> <i>Jonah Garcia</i>	<b>Date:</b> 3/8/2011



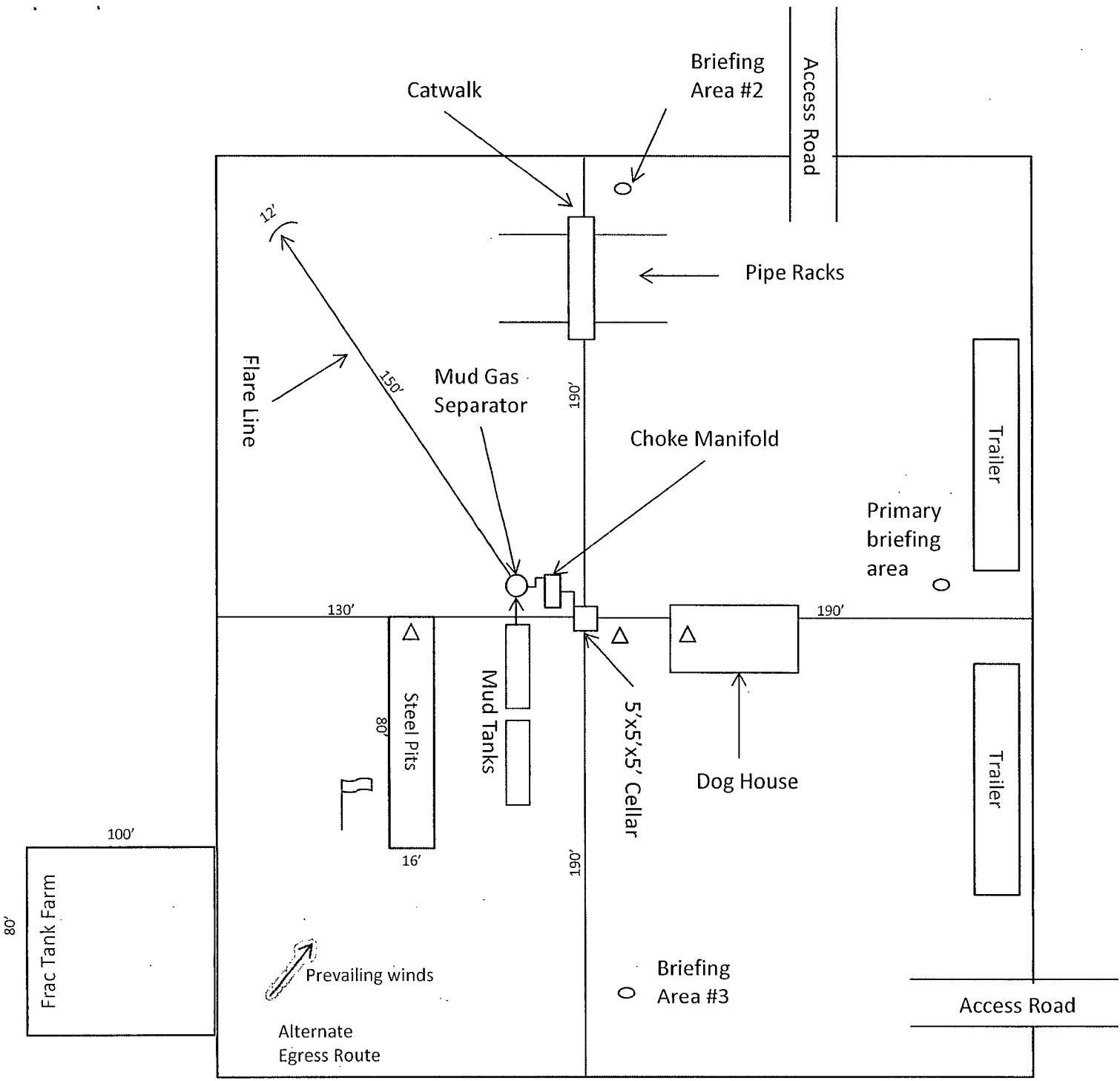
Midwest Hose  
& Specialty, Inc.

Exhibit F -3- Co-Flex Hose  
West Grama Ridge 7 Fed #4H  
Cimarex Energy Co.  
7-22S-34E  
SHL 330 FSL & 660 FWL  
BHL 330 FNL & 660 FWL  
Lea County, NM

## Specification Sheet Choke & Kill Hose

The Midwest Hose & Specialty Choke & Kill hose is manufactured with only premium components. The reinforcement cables, inner liner and cover are made of the highest quality material to handle the tough drilling applications of today's industry. The end connections are available with API flanges, API male threads, hubs, hammer unions or other special fittings upon request. Hose assembly is manufactured to API 7K. This assembly is wrapped with fire resistant vermiculite coated fiberglass insulation, rated at 2000 degrees with stainless steel armor cover.

<b>Working Pressure:</b>	5,000 or 10,000 psi working pressure
<b>Test Pressure:</b>	10,000 or 15,000 psi test pressure
<b>Reinforcement:</b>	Multiple steel cables
<b>Cover:</b>	Stainless Steel Armor
<b>Inner Tube:</b>	Petroleum resistant, Abrasion resistant
<b>End Fitting:</b>	API flanges, API male threads, threaded or butt weld hammer unions, unbolt and other special connections
<b>Maximum Length:</b>	110 Feet
<b>ID:</b>	2-1/2", 3", 3-1/2", 4"
<b>Operating Temperature:</b>	-22 deg F to +180 deg F (-30 deg C to +82 deg C)






-  Wind Direction Indicators (wind sock or streamers)
-  • H2S Monitors (alarms at bell nipple and shale shaker)
-  Briefing Areas



Exhibit D – Rig Diagram  
**West Grama Ridge 7 Fed #4H**  
 Cimarex Energy Co.  
 7-22S-34E  
 SHL 330 FSL & 660 FWL  
 BHL 330 FNL & 660 FWL  
 Lea County, NM

Hydrogen Sulfide Drilling Operations Plan

**West Grama Ridge 7 Federal #4H**

Cimarex Energy Co.

UL: 4, Sec. 7-22S-34E

Lea Co., NM

- 1 All Company and Contract personnel admitted on location must be trained by a qualified H<sub>2</sub>S safety instructor to the following:
  - A. Characteristics of H<sub>2</sub>S
  - B. Physical effects and hazards
  - C. Principal and operation of H<sub>2</sub>S detectors, warning system and briefing areas.
  - D. Evacuation procedure, routes and first aid.
  - E. Proper use of safety equipment & life support systems
  - F. Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.
  
- 2 H<sub>2</sub>S Detection and Alarm Systems:
  - A. H<sub>2</sub>S sensors/detectors to be located on the drilling rig floor, in the base of the sub structure/cellar area, on the mud pits in the shale shaker area. Additional H<sub>2</sub>S detectors may play placed as deemed necessary.
  - B. An audio alarm system will be installed on the derrick floor and in the top doghouse.
  
- 3 Windsock and/or wind streamers:
  - A. Windsock at mudpit area should be high enough to be visible.
  - B. Windsock on the rig floor and / or top doghouse should be high enough to be visible.
  
- 4 Condition Flags and Signs
  - A. Warning sign on access road to location.
  - B. Flags to be displayed on sign at entrance to location. Green flag indicates normal safe condition. Yellow flag indicates potential pressure and danger. Red flag indicates danger (H<sub>2</sub>S present in dangerous concentration). Only H<sub>2</sub>S trained and certified personnel admitted to location.
  
- 5 Well control equipment:
  - A. See exhibit "E-1"
  
- 6 Communication:
  - A. While working under masks chalkboards will be used for communication.
  - B. Hand signals will be used where chalk board is inappropriate.
  - C. Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.
  
- 7 Drillstem Testing:

No DSTs r cores are planned at this time.
  
- 8 Drilling contractor supervisor will be required to be familiar with the effects H<sub>2</sub>S has on tubular goods and other mechanical equipment.
  
- 9 If H<sub>2</sub>S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas seperator will be brought into service along with H<sub>2</sub>S scavengers if necessary.